

INDEPENDENT AUDITOR'S REPORT

To the Members of SMS WATER GRACE MEDIWASTE MANAGEMENT PRIVATE LIMITED

Report on the Audit of the Financial Statements

Opinion

We have audited the accompanying financial statements of **SMS WATER GRACE MEDIWASTE MANAGEMENT PRIVATE LIMITED** ("the Company"), which comprise the balance sheet as at 31st March 2025, and the statement of profit and loss (including other comprehensive income), the statement of changes in equity and the statement of cash flows for the year then ended and notes to the financial statements, including a summary of material accounting policies and other explanatory information. (Hereinafter referred to as "the financial statements")

In our opinion and to the best of our information and according to the explanations given to us, the aforesaid financial statements give the information required by the Companies Act, 2013 ("the Act") in the manner so required and give a true and fair view in conformity with the Indian Accounting Standards prescribed under section 133 of the Act read with the Companies (Indian Accounting Standards) Rules, 2015, as amended, ("Ind AS") and other accounting principles generally accepted in India, of the state of affairs of the Company as at March 31, 2025, and its Profits (including other comprehensive income), changes in equity and its cash flows for the year ended on that date.

Basis for Opinion

We conducted our audit of the financial statement in accordance with the Standards on Auditing (SAs) specified under section 143(10) of the Act. Our responsibilities under those Standards are further described in the Auditor's Responsibilities for the audit of the financial statements section of our report. We are independent of the Company in accordance with the Code of Ethics issued by the Institute of Chartered Accountants of India together with the ethical requirements that are relevant to our audit of the financial statements under the provisions of the Act and the rules made thereunder, and we have fulfilled our other ethical responsibilities in accordance with these requirements and the ICAI's Code of Ethics. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion on the financial statements.

Information Other than the Financial Statements and Auditor's Report Thereon

The Company's Board of Directors is responsible for other information. The other information comprises the information included in the Board's Report including Annexures to Board's Report, but does not include the financial statements and our auditor's report thereon.

Our opinion on the financial statements does not cover the other information and we do not express any form of assurance conclusion thereon.

In connection with our audit of the financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained during the course of our audit or otherwise appears to be materially misstated. If, based on the work we have performed, we



conclude that there is a material misstatement of this other information, we are required to report that fact. We have nothing to report in this regard.

Responsibilities of Management and Board of Directors for the Financial Statements

The Company's Board of Directors are responsible for the matters stated in section 134(5) of the Act with respect to the preparation and presentation of these financial statements that give a true and fair view of the financial position, financial performance including other comprehensive income, changes in equity and cash flows of the Company in accordance with the Ind AS specified under section 133 of the Act and other accounting principles generally accepted in India. This responsibility also includes maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding of the assets of the Company and for preventing and detecting frauds and other irregularities; selection and application of appropriate accounting policies; making judgments and estimates that are reasonable and prudent; and design, implementation and maintenance of adequate internal financial controls, that were operating effectively for ensuring the accuracy and completeness of the accounting records, relevant to the preparation and presentation of the financial statements that give a true and fair view and are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, the Board of Directors are responsible for assessing the Company's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the Board of Directors either intends to liquidate the Company or to cease operations, or has no realistic alternative but to do so. Those Board of Directors are also responsible for overseeing the Company's financial reporting process.

Auditor's Responsibilities for the Audit of the Financial Statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with Standards on Auditing will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

As part of an audit in accordance with Standards on Auditing, specified under section 143(10) of the Act, we exercise professional judgment and maintain professional skepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal financial controls relevant to the audit in order to design audit procedures that are appropriate in the circumstances. Under section 143(3)(i) of the Act, we are also responsible for expressing our opinion on whether the Company has adequate internal financial controls with reference to financial statements in place and the operating effectiveness of such controls.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the management.
- Conclude on the appropriateness of Board of Directors use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists



related to events or conditions that may cast significant doubt on the Company's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Company to cease to continue as a going concern.

- Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

Materiality is the magnitude of misstatements in the financial statements that, individually or in aggregate, makes it probable that the economic decisions of a reasonably knowledgeable user of the financial statements may be influenced. We consider quantitative materiality and qualitative factors in (i) planning the scope of our audit work and in evaluating the results of our work; and (ii) to evaluate the effect of any identified misstatements in the financial statements.

We communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

We also provide those charged with governance with a statement that we have complied with relevant ethical requirements regarding independence, and to communicate with them all relationships and other matters that may reasonably be thought to bear on our independence, and where applicable, related safeguards.

Report on Other Legal and Regulatory Requirements:

1. As required by Section 143(3) of the Act, based on our audit we report to the extent applicable, that:
 - (a) We have sought and obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purposes of our audit. of the accompanying financial statements.
 - (b) In our opinion, proper books of account as required by law have been kept by the Company so far as it appears from our examination of those books
 - (c) The balance sheet, the statement of profit and loss (including other comprehensive income), the statement of changes in equity and the statement of cash flows dealt with by this Report are in agreement with the books of account.
 - (d) In our opinion, the aforesaid financial statements comply with the Ind AS specified under Section 133 of the Act.
 - (e) On the basis of the written representations received from the directors and taken on record by the Board of Directors, none of the directors is disqualified as on 31st March, 2025 from being appointed as a director in terms of Section 164(2) of the Act.
 - (f) With respect to the adequacy of the internal financial controls with reference to financial statements of the Company as on 31 March 2025 and the operating effectiveness of such controls, refer to our separate Report in Annexure A. Our report expresses an unmodified opinion on the adequacy and operating effectiveness of the Company's internal financial controls with reference to Financial Statements.



- (g) With respect to the other matters to be included in the Auditor's Report in accordance with Rule 11 of the Companies (Audit and Auditors) Rules, 2014, as amended, in our opinion and to the best of our information and according to the explanations given to us:
- i. The Company as detailed in note 34(A) to the financial statements, has disclosed the impact of pending litigation(s) on its financial position as at 31 March 2025
 - ii. The Company did not have any long-term contracts including derivative contracts for which there were any material foreseeable losses as at 31 March 2025.
 - iii. There were no amounts which were required to be transferred to the Investor Education and Protection Fund by the Company during the year ended 31 March 2025.
 - iv. (a) The Management has represented that, to the best of its knowledge and belief, no funds (which are material either individually or in the aggregate) have been advanced or loaned or invested (either from borrowed funds or share premium or any other sources or kind of funds) by the Company to or in any other person or entity, including foreign entity ("Intermediaries"), with the understanding, whether recorded in writing or otherwise, that the Intermediary shall, whether, directly or indirectly lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the Company ("Ultimate Beneficiaries") or provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries;

(b) The Management has represented, that, to the best of its knowledge and belief, no funds have been received by the Company from any person or entity, including foreign entity ("Funding Parties"), with the understanding, whether recorded in writing or otherwise, that the Company shall, whether, directly or indirectly, lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the Funding Party ("Ultimate Beneficiaries") or provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries; and

(c) Based on such audit procedures performed as considered reasonable and appropriate in the circumstances, nothing has come to our notice that has caused us to believe that the management representations under sub-clause (a) and (b) above, contain any material misstatement
 - v. The Company has not declared or paid any dividend during the year ended 31 March 2025.
 - vi. Based on our examination which included test checks, the Company has used accounting software's for maintaining its books of account, which have a feature of recording audit trail (edit log) facility and the same has operated throughout the year for all relevant transactions recorded in the respective software. Further, during the course of our audit we did not come across any instance of the audit trail feature being tampered with and the audit trail has been preserved by the Company as per the statutory requirements for record retention.
 - (h) Based on our audit, we report that the Company has not paid or provided for any managerial remuneration during the year. Accordingly, reporting under section 197(16) of the Act is not applicable.



2. As required by the Companies (Auditor's Report) Order, 2020 ("the Order"), issued by the Central Government of India in terms of section 143(11) of the Act, we give in the "Annexure B" a statement on the matters specified in paragraphs 3 and 4 of the Order, to the extent applicable.

For V. K. Surana & Co.
Chartered Accountants
Firm Reg No. 110634W

Suresh Galani
Suresh Galani
Partner

Membership No. 168192
Nagpur, August 07, 2025

UDIN: 25168192 BMKPEG7200



“Annexure A” To the Independent Auditor’s Report referred to in Paragraph 1(f) under ‘Report on Other Legal and Regulatory Requirements’ section of our report of even date to the members of SMS WATER GRACE MEDIWASTE MANAGEMENT PRIVATE LIMITED on the financial statement for the year ended 31st March 2025.

Report on the Internal Financial Controls with reference to Financial Statement under Clause (i) of Sub-section 3 of Section 143 of the Companies Act, 2013 (“the Act”)

We have audited the internal financial controls with reference to financial statement of **SMS WATER GRACE MEDIWASTE MANAGEMENT PRIVATE LIMITED** (“the Company”) as of March 31, 2025 in conjunction with our audit of the financial statements of the Company for the year ended on that date.

Managements and Board of Director’s Responsibility for Internal Financial Controls

The Company’s Management and Board of Directors are responsible for establishing and maintaining internal financial controls with reference to Financial Statements based on the internal control over financial reporting criteria established by the Company considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting issued by the Institute of Chartered Accountants of India (“the ICAI”). These responsibilities include the design, implementation and maintenance of adequate internal financial controls that were operating effectively for ensuring the orderly and efficient conduct of its business, including adherence to company’s policies, the safeguarding of its assets, the prevention and detection of frauds and errors, the accuracy and completeness of the accounting records, and the timely preparation of reliable financial information, as required under the Companies Act, 2013.

Auditor’s Responsibility

Our responsibility is to express an opinion on the Company’s internal financial controls with reference to Financial Statements based on our audit. We conducted our audit in accordance with the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting (the “Guidance Note”) and the Standards on Auditing, issued by the Institute of Chartered Accountants of India and prescribed under section 143(10) of the Companies Act, 2013, to the extent applicable to an audit of internal financial controls, both applicable to an audit of Internal Financial Controls and, both issued by the Institute of Chartered Accountants of India. Those Standards and the Guidance Note require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether adequate internal financial controls with reference to Financial Statements was established and maintained and if such controls operated effectively in all material respects.

Our audit involves performing procedures to obtain audit evidence about the adequacy of the internal financial controls with reference to Financial Statements and their operating effectiveness. Our audit of internal financial controls with reference to Financial Statements included obtaining an understanding of internal financial controls with reference to Financial Statements, assessing the risk that a material weakness exists, and testing and evaluating the design and operating effectiveness of internal control based on the assessed risk. The procedures selected depend on the auditor’s judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion on the Company’s internal financial controls system with reference to Financial Statements.

Meaning of Internal Financial Controls with reference to Financial Statements

A company’s internal financial control with reference to Financial Statements is a process designed to provide reasonable assurance regarding the reliability of financial reporting and the preparation of financial statements for external purposes in accordance with generally accepted



accounting principles. A company's internal financial control with reference to Financial Statements includes those policies and procedures that (1) pertain to the maintenance of records that, in reasonable detail, accurately and fairly reflect the transactions and dispositions of the assets of the company; (2) provide reasonable assurance that transactions are recorded as necessary to permit preparation of financial statements in accordance with generally accepted accounting principles, and that receipts and expenditures of the company are being made only in accordance with authorizations of management and directors of the company; and (3) provide reasonable assurance regarding prevention or timely detection of unauthorized acquisition, use, or disposition of the company's assets that could have a material effect on the financial statements.

Inherent Limitations of Internal Financial Controls with reference to Financial Statements

Because of the inherent limitations of internal financial controls over financial reporting, including the possibility of collusion or improper management override of controls, material misstatements due to error or fraud may occur and not be detected. Also, projections of any evaluation of the internal financial controls with reference to Financial Statements to future periods are subject to the risk that the internal financial control with reference to Financial Statements may become inadequate because of changes in conditions, or that the degree of compliance with the policies or procedures may deteriorate.

Opinion

In our opinion to the best of our information and according to the explanations given to us, the Company has, in all material respects, an adequate internal financial controls with reference to Financial Statements and such internal financial controls with reference to Financial Statements were operating effectively as at 31st March, 2025, based on the criteria for internal financial control with reference to Financial Statements established by the Company considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting issued by the Institute of Chartered Accountants of India.

For V. K. Surana & Co.
Chartered Accountants
Firm Reg No. 110634W

Suresh Galani
Suresh Galani

Partner

Membership No. 168192

Nagpur, August 07, 2025

UDIN: 25168192 BMKPEG 7200



“Annexure B” referred to in paragraph 2 under the heading ‘Report on Other Legal & Regulatory requirement’ of our report of even date to the financial statements of SMS WATER GRACE MEDIWASTE MANAGEMENT PRIVATE LIMITED for the year ended March 31, 2025:

A statement on matters specified in paragraph 3 & 4 of the Companies (Auditor’s Report) Order 2020 (“the order”), in terms of section 143(11) of the Companies Act, 2013,

In terms of the information and explanations sought by us and given by the Company and the books of account and records examined by us in the normal course of audit, and to the best of our knowledge and belief, we report that:

- i)
- (a) (A) The Company has maintained proper records showing full particulars, including quantitative details and situation of Property, Plant and Equipment (including right of use asset)
 - (B) The Company does not have any intangible assets and accordingly, reporting under clause 3(i)(a)(B) of the Order is not applicable to the Company.
 - (b) The property, plant and equipment (including right of use asset) have been physically verified by the management during the year and no material discrepancies were noticed on such verification. In our opinion, the frequency of physical verification programme adopted by the Company, is reasonable having regard to the size of the Company and the nature of its assets.
 - (c) The title deeds of all the immovable properties held by the Company (other than properties where the Company is the lessee and the lease agreements are duly executed in favour of the lessee and buildings created on lease premises) disclosed in note 2 to the financial statements are held in the name of the Company.
 - (d) The Company has not revalued any of its Property, Plant and Equipment (including right of use assets) during the year.
 - (e) No proceedings have been initiated or are pending against the Company for holding any benami property under the Prohibition of Benami Property Transactions Act, 1988 (as amended) and rules made thereunder.
- ii)
- (a) The management has conducted physical verification of inventory at reasonable intervals during the year. In our opinion, the coverage and procedure of such verification by the management is appropriate and no discrepancies of 10% or more in the aggregate for each class of inventory were noticed as compared to book records.
 - (b) The Company has not been sanctioned working capital limits by banks or financial institutions on the basis of security of current assets at any point of time during the year. Accordingly, reporting under clause 3(ii)(b) of the Order is not applicable to the Company.
- iii)
- (a) The Company has provided loans or advances in the nature of loans to its related parties and others during the year as per details given below:

(Rs. In lakhs)

Particulars	Loans
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Aggregate amount granted/provided during the year	
- Subsidiaries	-
- Joint Ventures	-
- Associates	-
- Related parties	135.00
- Others.	-
Balance outstanding as at balance sheet date	
- Subsidiaries	-
- Joint Ventures	-
- Associates	-
- Related parties	433.44
- Others	-

- (b) In our opinion, and according to the information and explanations given to us, the investments made and terms and conditions of the grant of all loans and advances in the nature of loans, prima facie, not prejudicial to the interest of the Company.
- (c) In respect of loans and advances in the nature of loans granted by the Company, the schedule of repayment of principal and the payment of the interest has not been stipulated and accordingly, we are unable to comment as to whether the repayments/receipts of principal interest are regular.
- (d) In the absence of stipulated schedule of repayment of principal and payment of interest in respect of loans or advances in the nature of loans, we are unable to comment as to whether there is any amount which is overdue for more than 90 days. Reasonable steps have been taken by the Company for recovery of such principal amounts and interest.
- (e) In respect of loans and advances in the nature of loans granted by the Company, the schedule of repayment of principal and interest has not been stipulated. According to the information and explanation given to us, such loans have not been demanded for repayment as on date.
- (f) The Company has granted loans or advances in the nature of loans which are repayable on demand or without specifying any terms or period of repayment, as per details below:

(Rs. in Lakhs)

Type of Borrower	Amount of loan outstanding	Percentage to the total Loans
Outstanding As at 31st March 2025		
Promoter	-	-
Directors	-	-
KMPs	-	-
Related Party	433.44	100%
Other Party	-	-



- iv) The Company has not entered into any transaction covered under section 185 of the Act. As the Company is engaged in providing infrastructural facilities as specified in Schedule VI of the Act, provisions of section 186 except sub-section (1) of the Act are not applicable to the Company. In our opinion, and according to the information and explanations given to us, the Company has complied with the provisions of sub-section (1) of section 186 in respect of investments, as applicable.
- v) The Company has not accepted any deposit or amounts which are deemed to be deposits. Hence, reporting under clause 3(v) of the Order is not applicable.
- vi) The maintenance of cost records has not been specified by the Central Government under sub-section (1) of section 148 of the Companies Act, 2013 for the business activities carried out by the Company. Hence, reporting under clause (vi) of the Order is not applicable to the Company.
- vii)
- a) According to the information and explanations given to us, the Company is generally regular in depositing undisputed statutory dues including Provident Fund, Employee State Insurance, Income Tax, Goods & Services Tax, Duty of Customs, Cess and any other statutory dues applicable to it with the appropriate authorities. There were no undisputed amounts payable in respect of Goods and Service tax, Provident Fund, Employees' State Insurance, Income Tax, Sales Tax, Service Tax, duty of Custom, duty of Excise, Value Added Tax, Cess and other material statutory dues in arrears as at March 31, 2025 for a period of more than six months from the date they became payable.
- b) According to the information and explanations given to us, there are no statutory dues referred to in subclause (a) above that have not been deposited with the appropriate authorities on account of any dispute
- viii) There were no transactions relating to previously unrecorded income that were surrendered or disclosed as income in the tax assessments under the Income Tax Act, 1961 (43 of 1961) during the year.
- ix) According to the information and explanations given to us, the Company does not have any loans or other borrowings from any lender. Accordingly, reporting under clause 3(ix) of the Order is not applicable to the Company.
- x)
- (a) The Company has not raised any money by way of initial public offer or further public offer (including debt instruments), during the year. Accordingly, reporting under clause 3(x)(a) of the Order is not applicable to the Company.
- (b) During the year, the Company has not made any preferential allotment or private placement of shares or convertible debentures (fully or partly or optionally) and hence reporting under clause 3(x)(b) of the Order is not applicable.
- xi)
- (a) Based upon the audit procedures performed for the purpose of reporting the true and fair view of the Financial Statements and according to the information and explanations given by the management, no fraud by the Company or no material fraud on the Company has been noticed or reported during the year.
- (b) No report under sub-section 12 of section 143 of the Act has been filed by the auditors in Form ADT-4 as prescribed under Rule 13 of Companies (Audit and Auditors) Rules,



2014, with the Central Government for the period covered by our audit.

(c) According to the information and explanations given to us including the representation made to us by the management of the Company, there are no whistle-blower complaints received by the Company during the year.

- xii) The Company is not a Nidhi Company and hence reporting under clause (xii) of the Order is not applicable.
- xiii) In our opinion, the Company is in compliance with Section 188 of the Act, where applicable, for all transaction with related parties and details of related party transactions have been disclosed in the Financial Statements as required by the applicable accounting standards. Further, according to the information and explanations given to us, the Company is not required to constitute an audit committee under section 177 of the Act.
- xiv) According to the information and explanations given to us, the Company is not required to and consequently, does not have an internal audit system as per the provisions of section 138 of the Act Accordingly, reporting under clause 3(xiv) of the Order is not applicable to the Company.
- xv) In our opinion, during the year the Company has not entered into any non-cash transactions with its Directors or persons connected with its directors and hence provisions of section 192 of the Companies Act, 2013 are not applicable to the Company.
- xvi) (a) In our opinion, the Company is not required to be registered under section 45-IA of the Reserve Bank of India Act, 1934. Hence, reporting under clause 3(xvi)(a), (b) and (c) of the Order is not applicable.

(b) In our opinion, there is no core investment company within the Group (as defined in the Core Investment Companies (Reserve Bank) Directions, 2016) and accordingly reporting under clause 3(xvi)(d) of the Order is not applicable.
- xvii) The Company has not incurred any cash losses in the current financial year as well as the immediately preceding financial year.
- xviii) There has been no resignation of the statutory auditors of the company during the year.
- xix) On the basis of the financial ratios, ageing and expected dates of realisation of financial assets and payment of financial liabilities, other information accompanying the financial statements, our knowledge of the Board of Directors and Management plans and based on our examination of the evidence supporting the assumptions, nothing has come to our attention, which causes us to believe that any material uncertainty exists as on the date of the audit report indicating that Company is not capable of meeting its liabilities existing at the date of balance sheet as and when they fall due within a period of one year from the balance sheet date. We, however, state that this is not an assurance as to the future viability of the Company. We further state that our reporting is based on the facts up to the date of the audit report and we neither give any guarantee nor any assurance that all liabilities falling due within a period of one year from the balance sheet date, will get discharged by the Company as and when they fall due.
- xx) According to the information and explanations given to us, the Company does not meet the criteria as specified under sub-section (1) of section 135 of the Act read with the Companies (Corporate Social Responsibility Policy) Rules, 2014 and according, reporting under clause 3(xx) of the Order is not applicable to the Company.
- xxi) The reporting under clause 3(xxi) of the Order is not applicable in respect of audit of



financial statements of the Company. Accordingly, no comment has been included in respect of said clause under this report.

For V. K. Surana & Co.
Chartered Accountants
Firm Reg No.110634W

Suresh Galani



Suresh Galani

Partner

Membership No. 168192

Nagpur, August 07, 2025

UDIN: *25168192 BMKPEG7200*

SMS WATER GRACE MEDIWASTE MANAGEMENT PRIVATE LIMITED
Balance sheet as at 31st March 2025

Particulars	Note No.	As at	As at
		31-Mar-25	31-Mar-24
		₹ in Lacs	₹ in Lacs
I ASSETS			
1. Non-current assets:			
(a) Property, plant and equipment	2	31.86	22.44
(b) Capital work in progress	3	11.00	11.00
(c) Financial assets			
(i) Other financial assets	4	9.28	9.01
(d) Deferred tax assets (Net)	5	147.70	107.11
(e) Other non-current assets	6	3.29	3.73
Total Non-current assets		203.14	153.28
2. Current assets:			
(a) Inventories	7	36.77	18.79
(b) Financial assets			
(i) Investments	8	-	50.12
(ii) Trade receivables	9	357.98	280.20
(iii) Cash and cash equivalents	10	115.58	87.36
(iv) Bank balance other than (iii) above	11	10.84	15.44
(v) Loans	12	433.44	269.89
(vi) Other financial assets	13	1.11	11.11
(c) Current tax assets (net)	14	21.78	13.42
(d) Other current assets	15	10.16	8.37
Total current assets		987.65	754.69
TOTAL ASSETS		1,190.79	907.98
II EQUITY AND LIABILITIES			
1. Equity:			
(a) Equity share capital	16	190.28	190.28
(b) Other equity	17	736.34	483.93
Total equity		926.62	674.21
2. Liabilities:			
2.1 Non-current liabilities:			
(a) Financial liabilities			
(i) Lease Liabilities	18	1.24	1.58
(b) Provisions	19	15.75	12.46
Total Non-current liabilities		16.99	14.04
2.2 Current liabilities:			
(a) Financial liabilities			
(i) Lease Liabilities	20	0.34	0.31
(ii) Trade payables	21		
(a) Total outstanding dues of micro enterprises and small enterprises		-	0.29
(b) Total outstanding dues of creditors other than micro enterprises and small		22.67	10.00
(iii) Other financial liabilities	22	142.51	130.20
(b) Other current liabilities	23	80.71	77.34
(c) Provisions	24	0.96	1.59
Total Current Liabilities		247.18	219.73
Total Liabilities		264.17	233.77
TOTAL EQUITY AND LIABILITIES		1,190.79	907.98

Material Accounting Policies 1

The accompanying notes are an integral part of the financial statements.

As per our report of even date

FOR V. K. SURANA & CO

Chartered Accountants
 Firm Registration No. :110634W

CA. SURESH GALANI

Partner (M.No.168192)

Nagpur, Dated 07 AUG 2025

UDIN :

25168192BMKPE97200

For and on behalf of the Board of Directors of
SMS WATER GRACE MEDIWASTE MANAGEMENT PVT LTD
 CIN : U52100MH2011PTC213882

PRABAL PRATAP SINGH JADON

Director

DIN : 06913074

KISHORE MALVIYA

Director

DIN : 03272644



SMS WATER GRACE MEDIWASTE MANAGEMENT PRIVATE LIMITED
Statement of Profit and Loss for the year ended 31st March 2025

Particulars	Note No.	Year ended	Year ended
		31-Mar-25	31-Mar-24
		₹ in Lacs	₹ in Lacs
I. Revenue from operations	25	695.20	704.45
II. Other income	26	34.71	18.07
III. Total income (I+II)		729.92	722.52
EXPENSES:			
Direct Expenses	27	238.27	258.67
Purchases of stock-in-trade	28	64.27	78.70
Changes in inventories of stock-in-trade	29	(18.65)	3.40
Employee benefits expense	30	122.44	115.10
Finance costs	31	0.98	0.22
Depreciation and amortization expense	32	9.93	8.57
Other expenses	33	57.52	57.45
IV. Total expense		474.77	522.11
V. Profit/(loss) before tax (III-IV)		255.15	200.42
VI. Tax Expense:			
Current Tax		42.44	33.54
Deferred Tax		(40.36)	(33.87)
Earlier year Income Tax		-	(0.02)
Total Tax Expenses		2.08	(0.36)
VII. Profit for the year (V-VI)		253.07	200.77
VIII. Other comprehensive income			
Items that will not be reclassified to profit or loss			
i) Net Gain / (Loss) on Remeasurement defined Benefit Plan		(0.89)	0.38
Income Tax relating to item that will not be classified to Profit or Loss		0.23	(0.10)
ii) Items that will be reclassified to profit or loss			
Net Gain / (Loss) on Fair value changes of Investment in Debt Instruments		-	0.12
Income Tax relating to item that will not be classified to Profit or Loss		-	(0.03)
Total other comprehensive Income / (Loss) (Net of Tax)		(0.66)	0.37
IX. Total comprehensive income for the year (VII+VIII)		252.41	201.15
X. Earnings per equity share of par value of ₹			
(1) Basic (Rs.)	40	13.30	10.55
(2) Diluted (Rs.)		13.30	10.55

Material Accounting Policies

1

The accompanying notes are an integral part of the financial statements.
As per our report of even date

FOR V. K. SURANA & CO

Chartered Accountants

Firm Registration No. : 110634W

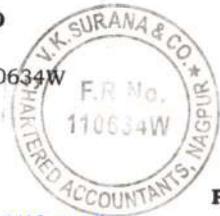
CA. SURESH GALANI

Partner (M.No.168192)

Nagpur, Dated

UDIN :

25168192BMKPEG7200



07 AUG 2025

For and on behalf of the Board of Directors of
SMS WATER GRACE MEDIWASTE MANAGEMENT PVT LTD
CIN : U52100MH2014PTC213882

PRABAL PRATAP SINGH JADON

Director

DIN : 06913074

KISHORE MALVIYA

Director

DIN : 03272644

SMS WATER GRACE MEDIWASTE MANAGEMENT PRIVATE LIMITED
Cash flow statement for the year ended 31st March 2025

Particulars	Year ended	Year ended
	31-Mar-25	31-Mar-24
	₹ in Lacs	₹ in Lacs
Cash flow from operating activities		
Profit before tax	255.15	200.42
<u>Adjustment to reconcile profit before tax to net cash flows</u>		
Depreciation & Amortisation Expenses	9.93	8.57
Finance Cost	0.98	0.22
Loss on sale of property, plant & equipment	0.02	0.11
Account Write off / written back	4.45	7.15
Profit on Sale of investment	(0.50)	-
Interest income on fixed deposit receipts	(32.98)	(1.31)
Operating profit before working capital changes	237.06	215.16
Movements in working capital :		
Increase/(decrease) in trade payables	12.37	(9.43)
Increase/(decrease) in other Current Financial Liabilities	12.31	11.15
Increase/(decrease) in other Current Liabilities	3.37	3.44
Increase/(decrease) in Provision	2.34	3.95
Decrease/(increase) in trade receivables	(82.23)	93.65
Decrease / (increase) in Other Non-Current Assets	0.44	(1.22)
Decrease / (increase) in other current assets	(1.80)	(9.44)
Decrease / (increase) in Inventory	(17.98)	4.20
Decrease / (increase) in Other current financial assets	10.00	(279.89)
Cash generated from / (used in) operations	175.90	31.57
Direct Tax Paid/Adjusted	(51.69)	(33.54)
Net cash flow from/ (used in) operating activities (A)	124.21	(1.97)
Cash flow from investing activities		
Purchase of property, plant & equipment, including intangible assets, Capital work-in-progress and Capital Advance	(19.38)	(10.35)
Net Increase/(Decrease) in Fixed Deposit Receipts	4.33	(6.72)
Interest received	32.98	1.31
Mutual Funds Purchased	-	(50.00)
Mutual Funds Sale	50.62	-
Decrease / (increase) in Loans & Advances	(163.55)	-
Net cash flow from/(used in) investing activities (B)	(95.00)	(65.76)
Cash flow from financing activities		
Finance Cost	(0.98)	(0.22)
Net cash flow from/(used in) in financing activities (C)	(0.98)	(0.22)
Net increase/(decrease) in cash and cash equivalents (A + B + C)	28.23	(67.95)
Cash and cash equivalents at the beginning of the year	87.36	155.28
Cash and cash equivalents at the end of the year	115.58	87.33

Material Accounting Policies

The cash flow statement has been prepared as per indirect method as set out in Indian Accounting Standard (IND-AS 7)

The accompanying notes are an integral part of the financial statements.

As per our report of even date

FOR V. K. SURANA & CO
Chartered Accountants
Firm Registration No. : 110634W



CA. SURESH GALANI
Partner (M.No.168192)
Nagpur, Dated

07 AUG 2025

For and on behalf of the Board of Directors of
SMS WATER GRACE MEDIWASTE MANAGEMENT PVT LTD
CIN : U52100MH2011PTC213882

PRABAL PRATAP SINGH JADON
Director
DIN : 06913074

KISHORE MALVIYA
Director
DIN : 03272644

UDIN : 25168192BMKPEG7200

SMS WATER GRACE MEDIWASTE MANAGEMENT PRIVATE LIMITED
Statement of Changes in Equity

Particulars	Note No.	₹ in Lacs Amount
A. Equity Share Capital	16	
Balance As at 1st April, 2024		190.28
Changes in Equity Share Capital		-
Balance As at 31st March, 2025		190.28
Balance As at 1st April, 2023		190.28
Changes in Equity Share Capital		-
Balance As at 31st March, 2024		190.28

B. Other Equity

17

Particulars	₹ in Lacs		Total
	Reserve and Surplus	Other Comprehensive Income	
Balance as at 1st April, 2024	482.74	1.19	483.93
Profit/(loss) for the year	253.07	-	253.07
Other comprehensive income for the years	-	(0.66)	(0.66)
Balance as at 31st March, 2025	735.81	0.53	736.34
Balance as at 1st April, 2023	281.96	0.82	282.78
Profit/(loss) for the year	200.77	-	200.77
Other comprehensive income for the years	-	0.37	0.37
Balance as at 31st March, 2024	482.74	1.19	483.93

Nature and purpose of Retained Earning

This reserve represents undistributed accumulated earnings of the Company as on the balance sheet date.

Material Accounting Policies

1

The accompanying notes are an integral part of the financial statements.

As per our report of even date

FOR V. K. SURANA & CO
 Chartered Accountants
 Firm Registration No. :110634W



CA. SURESH GALANI
 Partner (M.No.168192)
 Nagpur, Dated **07 AUG 2025**

UDIN : **25168192BMKPEG7200**

For and on behalf of the Board of Directors of
SMS WATER GRACE MEDIWASTE MANAGEMENT PVT LTD
 CIN : U52100MH2011PTC213882

PRABAL PRATAP SINGH JADON
 Director
 DIN : 06913074

KISHORE MALVIYA
 Director
 DIN : 03272644

SMS WATER GRACE MEDIWASTE MANAGEMENT PRIVATE LIMITED
Notes to financial statements for the year ended 31st March 2025

1) Material ACCOUNTING POLICIES AND NOTES FORMING PART OF THE ACCOUNTS AS AT 31st MARCH 2025

I) Corporate information

SMS Water Grace MediWaste Management Private Limited is a Private Limited a Company domiciled in India and Incorporated on 22nd Feb 2011 under the provision of Companies Act. It is a subsidiary Company of SMS Envocare Ltd. The company is in the business of management of biomedical waste management & disposal Service. The company provides solutions for scientific treatment & disposal of bio medical waste by the latest ecofriendly technologies.

II) Basis of preparation

i) Compliance with IND AS

These financial statements have been prepared in accordance with the Indian Accounting Standards (hereinafter referred to as the 'Ind AS') as notified by Ministry of Corporate Affairs pursuant to Section 133 of the Companies Act, 2013 ('Act') read with of the Companies (Indian Accounting Standards) Rules, 2015 as amended and other relevant provisions of the Act.

The accounting policies are applied consistently to all the periods presented in the financial statements, except where a newly issued accounting standard is initially adopted or a revision to an existing accounting standard requires a change in the accounting policy hitherto in use.

ii) Historical Cost Conventions

The Financial Statements have been prepared on historical cost basis.

iii) Current Versus Non Current Classification

Company has determined current and non-current classification of its assets and liabilities in the financial statements as per the requirement of Ind AS 1- 'Presentation of Financial Statements', wherever applicable.

All assets and liabilities have been classified as current or non-current as per the Company's normal operating cycle (twelve months) and other criteria set out in the Schedule III to the Act.

iv) Rounding off of Amounts

All amounts disclosed in financial statements and notes have been rounded off to the nearest lakhs as per the requirement of Schedule III, unless otherwise stated.

III) Use of Estimates and Judgements

The preparation of financial statements in conformity with Ind AS requires the management to make judgments, estimates and assumptions that affect the reported amounts of revenues, expenses, assets and liabilities and the disclosure of contingent liabilities, at the end of the reporting period. The estimates and judgements used in the preparation of financial statements are continuously evaluated by the Company and are based on historical experience and various other assumptions and factors (including expectations of future events) that the Company believes to be reasonable under the existing circumstances. Differences between actual results and estimates are recognised in the period in which the results are known/materialised. The said estimates are based on the facts and events, that existed as at the reporting date, or that occurred after that date but provide additional evidence about conditions existing as at the reporting date.

The areas involving estimation of uncertainty and judgement at the date of the financial statements, which may cause a material adjustment to the carrying amounts of assets and liabilities within the next financial year given

- a) Useful lives of property, plant and equipment
- b) Current Tax Payable
- c) Valuation of deferred tax assets
- d) Fair value measurement of financial instruments
- e) Defined Benefit Obligation
- f) Probable outcome of matters included under Contingent Liabilities
- g) Revenue Recognition

Detailed information about each of these estimates and judgements is included in relevant notes together with information about the basis of calculation for each affected line item affected in financial Statements.

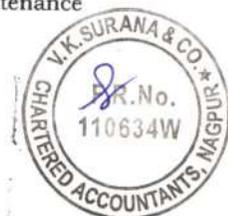
IV) Material Accounting Policies:

a) Property Plant and Equipment

i) Recognition & Measurement

All items of property, plant and equipment are stated at cost less depreciation and impairment, if any. Historical cost includes expenditure that is directly attributable to the acquisition of the items.

Advances paid towards acquisition of property plant & equipment outstanding at each balance sheet date is classified as capital advances under other non current assets and the cost of asset not put to use before such date are disclosed under "Capital work in progress". Subsequent costs are included in the asset's carrying amount or recognised as a separate asset, as appropriate, only when it is probable that future economic benefits associated with the item will flow to the Company and the cost of the item can be measured reliably. The carrying amount of any component accounted for as a separate asset is derecognised when replaced. All other repairs and maintenance are charged to the Statement of Profit and Loss during the reporting period in which they are incurred.



SMS WATER GRACE MEDIWASTE MANAGEMENT PRIVATE LIMITED
Notes to financial statements for the year ended 31st March 2025

ii) Depreciation Methods useful lives and residual value

Depreciation is calculated on a written down value basis over the estimated useful life of the assets as per provided in Part C of schedule II of the company act 2013 or remaining life of the project which ever is less.

The company, based on technical assessment made by technical expert and management estimate, depreciates certain items of building, plant and equipment over estimated useful lives which are same as the useful life prescribed in Schedule II to the Companies Act, 2013. The management believes that these estimated useful lives are realistic and reflect fair approximation of the period over which the assets are likely to be used.

Useful life considered for calculation of depreciation for various assets class are as follows-

Asset Class	Useful Life
Building	30 Years
Plant and Equipment	15 Years
Furniture and Fixtures	10 years
Office Equipments	5 years
Vehicles	8 Years
Computers	3 years

An item of property, plant and equipment and any Material part initially recognized is derecognized upon disposal or when no future economic benefits are expected from its use or disposal. Any gain or loss arising on derecognition/ disposal of the asset (calculated as the difference between the net disposal proceeds and the carrying amount of the asset) is included in the income statement when the asset is derecognized.

Residual value of the asset is considered at 0.20% of Gross Block of Asset.

b) Investment in Properties :-

Property that is held for long-term rental yields or for capital appreciation or both, and that is not occupied by the Company, is classified as investment property. Investment property is measured at its cost, including related transaction costs and where applicable borrowing costs less depreciation and impairment if any.

c) Intangible Assets :-

Intangible assets acquired separately are carried at cost less accumulated amortisation and accumulated impairment losses. Cost of a nonmonetary asset acquired in exchange of another non-monetary asset is measured at fair value. Intangible assets are amortised over 3 years with written down value basis from the date that they are available for use.

d) Inventories :-

Inventories are valued at the cost or net realisable value whichever is lower . Cost comprise of all the cost of purchase and other costs incurred in bringing the inventories to present location and condition. Cost formulae used is 'Weighted Average Cost',. Due allowance is estimated and made for defective and obsolete items, wherever necessary.

e) Investment in Subsidiaries, Partnership firm, Joint Ventures and Associates

Investments in subsidiaries, joint ventures and associates are recognised at cost as per Ind AS 27. Except where investments accounted for at cost shall be accounted for in accordance with Ind AS 105, Non-current Assets Held for Sale and Discontinued Operations, when they are classified as held for sale.

f) Cash & Cash Equivalents

Cash and cash equivalent in the balance sheet comprise cash at banks and on hand and fixed deposits with original maturity of three months or less which are subject to an inMaterial risk of change in value.

h) Leases :-

The company has applied Ind AS 116 using the modified retrospective approach and therefore the comparative information has not been restated and continues to be reported under Ind AS 17.

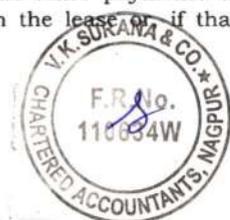
As a lessee :

The company recognises a right-of-use asset and a lease liability at the lease commencement date. The right-of-use asset is initially measured at cost, which comprises the initial amount of the lease liability adjusted for any lease payments made at or before the commencement date, plus any initial direct costs incurred and an estimate of costs to dismantle and remove the underlying asset or to restore the underlying asset or the site on which it is located, less any lease incentives received.

The right-of-use asset is subsequently depreciated using the straight-line method from the commencement date to the earlier of the end of the useful life of the right-of-use asset or the end of the lease term.

The estimated useful lives of right-of-use assets are determined on the same basis as those of property and equipment. In addition, the right-of-use asset is periodically reduced by impairment losses, if any, and adjusted for certain re-measurements of the lease liability.

The lease liability is initially measured at the present value of the lease payments that are not paid at the commencement date, discounted using the interest rate implicit in the lease or if that rate cannot be readily determined, company's incremental borrowing rate.



SMS WATER GRACE MEDIWASTE MANAGEMENT PRIVATE LIMITED
Notes to financial statements for the year ended 31st March 2025

Generally, the company uses its incremental borrowing rate as the discount rate. Lease payments included in the measurement of the lease liability comprise the following:

- Fixed payments, including in-substance fixed payments;
- Variable lease payments that depend on an index or a rate, initially measured using the index or rate as at the com:
- Amounts expected to be payable under a residual value guarantee; and
- The exercise price under a purchase option that the company is reasonably certain to exercise, lease payments in an optional renewal period if the company is reasonably certain to exercise an extension option, and penalties for early termination of a lease unless the company is reasonably certain not to terminate early.

The lease liability is measured at amortised cost using the effective interest method. It is remeasured when there is a change in future lease payments arising from a change in an index or rate, if there is a change in the company's estimate of the amount expected to be payable under a residual value guarantee, or if company changes its assessment of whether it will exercise a purchase, extension or termination option.

When the lease liability is remeasured in this way, a corresponding adjustment is made to the carrying amount of the right-of-use asset, or is recorded in profit or loss if the carrying amount of the right-of-use asset has been reduced to zero.

Short-term leases and leases of low-value assets :

The company has elected not to recognise right-of-use assets and lease liabilities for short-term leases of real estate properties that have a lease term of 12 months. The company recognises the lease payments associated with these leases as an expense on a straight-line basis over the lease term.

Under Ind AS 17 :

In the comparative period, as a lessee the company classified leases that transfer substantially all of the risks and rewards of ownership as finance leases. When this was the case, the leased assets were measured initially at an amount equal to the lower of their fair value and the present value of the minimum lease payments. Minimum lease payments were the payments over the lease term that the lessee was required to make, excluding any contingent rent.

Subsequently, the assets were accounted for in accordance with the accounting policy applicable to that asset. Assets held under other leases were classified as operating leases and were not recognised in the company's statement of financial position. Payments made under operating leases were recognised in profit or loss on a straight-line basis over the term of the lease. Lease incentives received were recognised as an integral part of the total lease expense, over the term of the lease.

Leases are classified as finance leases whenever the terms of the lease transfer substantially all the risks and rewards incidental to the ownership of an asset to the Company. All other leases are classified as operating leases. Finance leases are capitalised at the lease's inception at the fair value of the leased property or, if lower, the present value of the minimum lease payments. The corresponding rental obligations, net of finance charges, are included in borrowings or other financial liabilities as appropriate. Each lease payment is allocated between the liability and finance cost. The finance cost is charged to the profit or loss over the lease period so as to produce a constant periodic rate of interest on the remaining balance of the liability for each period.

j) Financial Instruments:

(i) Financial Assets

1) Classification

The company classifies its financial Assets in the following measurement categories:

- a) Those measured at amortised cost.
- b) Those to be measured subsequently at fair value (either through other comprehensive or through statement of profit and Loss), and

The classification depends on the Company's business model for managing the financial assets and the contractual terms of the cash flows.

2) Initial Recognition and measurement

All financial assets are recognised initially at fair value, transaction costs of financial assets carried at fair value through the Profit and Loss are expensed in the Statement of Profit and Loss.

3) Subsequent Measurement

For purposes of subsequent measurement, financial assets are classified in following :

a) Financial assets at amortized cost

Financial assets are subsequently measured at amortised cost if these financial assets are held within a business model with an objective to hold these assets in order to collect contractual cash flows and the contractual terms of the financial asset give rise on specified dates to cash flows that are solely payments of principal and interest on the principal amount outstanding. Interest income from these financial assets is included in finance income using the effective interest rate ("EIR") method. Impairment gains or losses arising on these assets are recognised in the Statement of Profit and Loss.



b) Financial assets at fair value through other comprehensive income

Financial assets are measured at fair value through other comprehensive income if these financial assets are held within a business whose objective is achieved by both collecting contractual cash flows and selling financial assets and the contractual terms of the financial asset give rise on specified dates to cash flows that are solely payments of principal and interest on the principal amount outstanding. Movements in the carrying amount are taken through OCI, except for the recognition of impairment gains or losses, interest revenue and foreign exchange gains and losses which are recognised in the Statement of Profit and Loss. In respect of equity investments (other than for investment in subsidiaries and associates) which are not held for trading, the Company has made an irrevocable election to present subsequent changes in the fair value of such instruments in OCI. Such an election is made by the Company on an instrument by instrument basis at the time of transition for existing equity instruments/ initial recognition for new equity instruments.

c) Financial assets at fair value through profit or loss

Financial assets are measured at fair value through profit or loss unless it is measured at amortized cost or at fair value through other comprehensive income on initial recognition. The transaction costs directly attributable to the acquisition of financial assets at fair value through profit or loss are immediately recognised in statement of profit and loss.

4) Impairment of Financial Assets

In accordance with Ind AS 109, the Company applies the expected credit loss ("ECL") model for measurement and recognition of impairment loss on financial assets and credit risk exposures. The Company follows 'simplified approach' for recognition of impairment loss allowance on trade receivables. Simplified approach does not require the Company to track changes in credit risk. Rather, it recognises impairment loss allowance based on lifetime ECL at each reporting date, right from its initial recognition. For recognition of impairment loss on other financial assets and risk exposure, the Company determines that whether there has been a Material increase in the credit risk since initial recognition. If credit risk has not increased Materially, 12-month ECL is used to provide for impairment loss. However, if credit risk has increased Materially, lifetime ECL is used. If, in a subsequent period, credit quality of the instrument improves such that there is no longer a Material increase in credit risk since initial recognition, then the entity reverts to recognising impairment loss allowance based on 12-month ECL. ECL is the difference between all contractual cash flows that are due to the group in accordance with the contract and all the cash flows that the entity expects to receive (i.e., all cash shortfalls).

5) De-recognition of Financial Assets

The Company de-recognises a financial asset only when the contractual rights to the cash flows from the asset expire, or it transfers the financial asset and substantially all risks and rewards of ownership of the asset to another entity. If the Company neither transfers nor retains substantially all the risks and rewards of ownership and continues to control the transferred asset, the Company recognizes its retained interest in the assets and an associated liability for amounts it may have to pay. If the Company retains substantially all the risks and rewards of ownership of a transferred financial asset, the Company continues to recognise the financial asset and also recognises a collateralized borrowing for the proceeds received.

ii) Equity Instrument And Financial Liabilities

Financial liabilities and equity instruments issued by the Company are classified according to the substance of the contractual arrangements entered into and the definitions of a financial liability and an equity instrument.

a) Equity Instruments

An equity instrument is any contract that evidences a residual interest in the assets of the Company after deducting all of its liabilities. Equity instruments which are issued for cash are recorded at the proceeds received, net of direct issue costs. Equity instruments which are issued for consideration other than cash are recorded at fair value of the equity instrument.

b) Financial Liabilities

1) Initial recognition and Measurement

Financial liabilities are recognized initially at fair value and in case of borrowing and payables, net of directly attributable cost.

2) Subsequent measurement

Financial liabilities are subsequently carried at amortized cost using the effective interest method, except for contingent consideration recognized in a business combination which is subsequently measured at fair value through profit or loss. For trade and other payables maturing within one year from the balance sheet date, the carrying amounts approximate fair value due to the short maturity of these instruments.

3) De-recognition of Financial Liabilities

Financial liabilities are de-recognised when the obligation specified in the contract is discharged, cancelled or expired. When an existing financial liability is replaced by another from the same lender on substantially different terms, or the terms of an existing liability are substantially modified, such an exchange or modification is treated as de-recognition of the original liability and recognition of a new liability. The difference in the respective carrying amounts is recognised in the Statement of Profit and Loss.



SMS WATER GRACE MEDIWASTE MANAGEMENT PRIVATE LIMITED
Notes to financial statements for the year ended 31st March 2025

4) Offsetting Financial Liabilities

Financial assets and financial liabilities are offset and the net amount is reported in the Balance Sheet if there is a currently enforceable legal right to offset the recognised amounts and there is an intention to settle on a net basis to realise the assets and settle the liabilities simultaneously.

i) Impairment of Non-Financial Assets:

The Company assesses at each Balance Sheet date whether there is any indication that an asset, including intangible asset, may be impaired. If any such indication exists, the company estimates the recoverable amount of the asset. If such recoverable amount of the asset or the recoverable amount of the cash generating unit to which the asset belongs is less than its carrying amount, the carrying amount is reduced to its recoverable amount. The reduction is treated as an impairment loss and is recognized in the Profit and Loss Account.

Recoverable amount is determined:

- In case of an individual asset, at the higher of the assets' fair value less cost to sell and value in use; and
- In case of cash generating unit (A group of assets that generates identified, independent cash flows), at the higher of cash generating unit's fair value less cost to sell and value in use.

In assessing value in use, the estimated future cash flows are discounted to their present value using pre-tax discount rate that reflects current market assessments of the time value of money and risk specified to the asset. In determining fair value less cost to sell, recent market transaction are taken into account. If no such transaction can be identified, an appropriate valuation model is used.

Impairment losses of continuing operations, including impairment on inventories, are recognised in the Statement of Profit and Loss, except for properties previously revalued with the revaluation taken to OCI. For such properties, the impairment is recognised in OCI up to the amount of any previous revaluation. When the Company considers that there are no realistic prospects of recovery of the asset, the relevant amounts are written off. If the amount of impairment loss subsequently decreases and the decrease can be related objectively to an event occurring after the impairment was recognised, then the previously recognised impairment loss is reversed through the Statement of Profit and Loss.

k) Borrowings :-

Borrowings are initially recognised at net of transaction costs incurred and measured at amortised cost. Any difference between the proceeds (net of transaction costs) and the redemption amount is recognised in the Statement of Profit and Loss over the period of the borrowings using the effective interest method.

l) Provisions, Contingent Liabilities and Contingent Assets:-

A provision is recognized when the company has the present obligation (legal and constructive) as a result of past events, for which it is probable that an outflow of resources embodying economic benefits will be required to settle the obligation and a reliable estimate can be made. Provisions are reviewed regularly and are adjusted where necessary to reflect the current best estimate of the obligation. When a company expects provision to be reimbursed, the reimbursement is recognized as a separate asset only when reimbursement is virtually certain.

A disclosure of contingent liabilities is made where there is possible obligation or present obligation that may probably not require an outflow of resources. When there is possible or a present obligation where there is likelihood of outflow of resource is remote, no provision or disclosure is made.

Contingent Assets are not recognized in the financial statements.

Provisions, Contingent Asset & Contingent Liabilities are reviewed regularly and are adjusted where necessary to reflect the current best estimate of the obligation.

m) Revenue Recognition:

The Company earns revenue primarily from Bio Medical Waste Disposal Services and allied activities including transportation of Bio Medical waste.

Effective April 1, 2018, the Company has applied Ind AS 115 "Revenue From Contracts with Customers" which establishes a comprehensive framework for determining whether, how much and when revenue is to be recognised. Ind AS 115 replaces Ind AS 18 Revenue and Ind AS 11 Construction Contracts. Company did not have contracts that were not completed as of April 1, 2018. The impact of the adoption of the standard on the financial statements of the Company is in Material.

Revenue is measured based on the transaction price, which is the consideration, adjusted for volume discounts, service level credits, performance bonuses, price concessions and incentives, if any, as specified in the contract with the customer. Revenue also excludes taxes collected from customers.

Revenue has been recognized on accrual basis at the time of receipt of "Bio Medical Waste".

Membership fees are recognized as income over the period of membership on pro rata basis.



SMS WATER GRACE MEDIWASTE MANAGEMENT PRIVATE LIMITED
Notes to financial statements for the year ended 31st March 2025

n) Government Grants :-

Grants from the government are recognised at their fair value where there is reasonable assurance that the grant will be received and the Company will comply with all attached conditions.

Government grants relating to the purchase of property, plant and equipment are included in capital reserve as deferred income and are credited to Profit and Loss on a written down value basis over the remaining period of the project and presented within other income.

o) Foreign currency Translation :-

i) Functional and presentation currency :-

The financial statements are presented in Indian rupee (INR), which is Company's functional and presentation currency.

ii) Transactions and balances :-

Transactions in foreign currencies are recognised at the prevailing exchange rates on the transaction dates. Realised gains and losses on settlement of foreign currency transactions are recognised in the Statement of Profit and Loss. Monetary foreign currency assets and liabilities at the year-end are translated at the year-end exchange rates and the resultant exchange differences are recognised in the Statement of Profit and Loss.

p) Borrowing Costs :-

Borrowing costs directly attributable to the acquisition, construction or production of an asset that necessarily takes a substantial period of time to get ready for its intended use as part of the cost of asset. All other borrowing costs are expenses in the period in which they occur. Borrowing costs consist of interest and other costs that an entity incurs in connection with the borrowing of funds.

q) Taxes on Income:

i) Current Tax:-

The income tax expense or credit, if there is any for the period is the tax payable on the current period's taxable income based on the applicable income tax rate as per Income tax Act 1961. Current Income tax assets and liabilities are measured at the amount expected to be recovered from or paid to the taxation authorities.

ii) Deferred Tax:-

Deferred income tax is provided in full, using the Balance sheet approach method on temporary differences arising between the tax bases of assets and liabilities and their carrying amount in the financial statement, if there is any. Deferred income tax is determined using tax rates (and laws) that have been enacted or substantially enacted by the end of the reporting period and are expected to apply when the related deferred income tax assets is realised or the deferred income tax liability is settled. Deferred tax assets are recognised for all deductible temporary differences and unused tax losses, only if, it is probable that future taxable amounts will be available to utilise those temporary differences and losses.

r) Employee Benefits :-

i) Short-term obligations :-

Liabilities for wages and salaries, including non monetary benefits that are expected to be settled wholly within 12 months after the end of the period in which the employees render the related service are recognised in respect of employees' services up to the end of the reporting period and are measured at the amounts expected to be paid when the liabilities are settled.

Leave Encashment

The leave obligations cover the Company's liability for sick, casual and earned leave. The Liabilities for sick and casual Leave are treated as current liabilities since there is no policy for the payment of these liabilities and right to avail these leave expires within 12 Months. The liabilities for earned leave are classified as non-current, however no discounting is done for these as company expects the discounting rate and salary increase rate to be similar i.e 6%.

ii) Post-employment obligations :-

The Company operates the following post employment schemes:

- a) Defined benefit plan such as gratuity; and
- b) Defined contribution plan such as provident fund.

Gratuity obligations

The liability or asset recognised in the balance sheet in respect of defined benefit gratuity plans is the present value of the defined benefit obligation at the end of the reporting period less the fair value of plan assets. The defined benefit obligation is calculated annually by actuaries using the projected unit credit method.

The present value of the defined benefit obligation is determined by discounting the estimated future cash outflows by reference to market yields at the end of the reporting period on government bonds that have terms approximating to the terms of the related obligation.

The net interest cost is calculated by applying the discount rate to the net balance of the defined benefit obligation and the fair value of plan assets. This cost is included in employee benefit expense in the Statement of Profit and Loss.



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Notes to financial statements for the year ended 31st March 2025

Remeasurement gains and losses arising from experience adjustments and changes in actuarial assumptions are recognised in the period in which they occur, directly in other comprehensive income. They are included in retained earnings in the statement of changes in equity and in the balance sheet.

Provident Fund

Retirement benefit in the form of provident fund is a defined contribution scheme. The company has no obligation, other than the contribution payable to the provident fund. Contributions are made to provident fund in India for employees as per regulations. The contributions are made to registered provident fund administered by the government. The company recognizes contribution payable to the provident fund scheme as an expense, when an employee renders the related service. If the contribution payable to the scheme for service received before the balance sheet date exceeds the contribution already paid, the deficit payable to the scheme is recognized as a liability after deducting the contribution already paid. If the contribution already paid exceeds the contribution due for services received before the balance sheet date, then excess is recognized as an asset.

s) **Segment Reporting :-**

The Board of Directors of the Company constitute the Chief Operating Decision Makers ("CODM") which allocate resources to and assess the performance of the segments of the Company.

t) **Earnings Per Share:**

Basic EPS amounts are calculated by dividing the profit for the year attributable to equity holders of the company by the weighted average number of Equity shares outstanding during the year.

Diluted EPS amounts are calculated by dividing the profit attributable to equity holders of the company by the weighted average number of Equity shares outstanding during the year plus the weighted average number of Equity shares that would be issued on conversion of all the dilutive potential Equity shares into Equity shares.



SMS WATER GRACE MEDIWASTE MANAGEMENT PRIVATE LIMITED

Notes to financial statements for the year ended 31st March 2025

2) Property, plant and equipment

Particulars	₹ in Lacs							Total
	Leasehold Land	Building	Plant and Equipments	Furniture and	Vehicles	Office Equipment	Computers	
Gross Carrying amount								
As at 1st April 2024	2.42	95.96	116.81	3.50	10.01	4.44	6.92	240.06
Additions	-	-	18.97	0.04	-	0.38	-	19.38
Disposals	-	-	-	-	3.73	0.09	-	3.82
As at 31st March 2025	2.42	95.96	135.78	3.53	6.28	4.72	6.92	255.61
As at 1st April 2023	2.42	95.96	117.73	3.32	4.32	4.60	6.94	235.28
Additions	-	-	1.58	0.25	5.70	-	0.12	7.65
Disposals	-	-	2.50	0.07	-	0.16	0.14	2.87
As at 31st March 2024	2.42	95.96	116.81	3.50	10.01	4.44	6.92	240.06
Accumulated Depreciation								
As at 1st April 2024	2.41	86.20	109.50	3.02	5.51	4.19	6.79	217.62
Charge for the year	0.01	1.70	5.10	0.18	2.44	0.39	0.11	9.93
Disposals	-	-	-	-	3.72	0.09	-	3.81
As at 31st March 2025	2.42	87.90	114.60	3.21	4.23	4.50	6.90	223.75
As at 1st April 2023	2.26	84.14	108.31	2.98	4.27	3.60	6.27	211.81
Charge for the year	0.15	2.06	3.63	0.12	1.24	0.70	0.66	8.57
Disposals	-	-	2.44	0.07	-	0.10	0.14	2.75
As at 31st March 2024	2.41	86.20	109.50	3.02	5.51	4.19	6.79	217.62
Net Carrying Amount								
As at 31st March 2025	0.00	8.07	21.18	0.33	2.04	0.23	0.02	31.86
As at 31st March 2024	0.00	9.76	7.31	0.47	4.51	0.24	0.13	22.44



SMS WATER GRACE MEDIWASTE MANAGEMENT PRIVATE LIMITED
Notes to financial statements for the year ended 31st March 2025

	As at 31-Mar-25 ₹ in Lacs	As at 31-Mar-24 ₹ in Lacs
3) Capital Work-In-Progress		
Pre-operative expense for expansion of plant	11.00	11.00
Total :	11.00	11.00

Capital Work in Progress ageing schedule : -

Project in Progress	Less Than 1 Year	1 - 2 Year	2 - 3 Year	More Than 3 Year	Total
As at 31st March 2025	-	2.70	3.80	4.50	11.00
As at 31st March 2024	2.70	3.80	1.80	2.70	11.00

Movement in Capital Work-In-Progress

	31-Mar-25 ₹ in Lacs	31-Mar-24 ₹ in Lacs
Opening Balance	11.00	8.70
Additions	-	2.30
Capitalized	-	-
Closing Balance	11.00	11.00

4) Other Non-Current Financial Assets

Fixed deposit with bank (remaining maturity of more than 12 month and kept as margin money or security against bank guarantee or other commitments)	7.61	7.33
Electricity Deposit	1.68	1.68
Total :	9.28	9.01

5) Deferred Tax Assets (Net)

Deferred Tax Assets/ (Liabilities)	As at 31st March, 2024	Recognised in P & L	Recognised in OCI	As at 31st March, 2025
Diff in WDV of Fixed Assets	14.96	(0.57)	-	14.39
Leasing As Per IND-AS 116 Expenses	0.49	(0.08)	-	0.41
Bonus	0.65	(0.00)	-	0.64
Leave Encashment	1.08	(0.33)	-	0.74
Gratuity	2.58	0.79	0.23	3.60
other Items of OCI	-0.03	0.03	-	-
	19.72	(0.16)	0.23	19.79
Add:				
MAT credit receivable	87.38	40.52	-	127.91
	107.11	40.36	0.23	147.70

Deferred Tax Assets/ (Liabilities)	As at 31st March, 2023	Recognised in P & L	Recognised in OCI	As at 31st March, 2024
Diff in WDV of Fixed Assets	15.62	(0.66)	-	14.96
Leasing As Per IND-AS 116 Expenses	0.52	(0.03)	-	0.49
Bonus	0.60	0.04	-	0.65
Leave Encashment	0.72	0.36	-	1.08
Gratuity	1.94	0.74	(0.10)	2.58
other Items of OCI	-	-	(0.03)	(0.03)
	19.40	0.45	(0.13)	19.72
Add:				
MAT credit receivable	53.96	33.42	-	87.38
	73.36	33.87	(0.13)	107.11

6) Other non current assets:-

	As at 31-Mar-25 ₹ in Lacs	As at 31-Mar-24 ₹ in Lacs
Deposits with vendors/Authority	2.10	2.10
Prepaid Expenses	1.19	1.63
Total :	3.29	3.73



SMS WATER GRACE MEDIWASTE MANAGEMENT PRIVATE LIMITED
Notes to financial statements for the year ended 31st March 2025

	As at 31-Mar-25	As at 31-Mar-24
	₹ in Lacs	₹ in Lacs

7) Inventories :-

(As taken, valued & certified by management at lower of Cost (Calculated on weighted average basis) or Net Realisable Value)

Stores and Spares	2.07	2.74
Stock-in-trade	34.70	16.05
Total :	36.77	18.79

8) Current Investments:-

Edelweiss Liquid Fund - Regular Plan Growth

(Investments in Mutual fund: Total Units : 1637.589, Cost : 50.00,
Fair Market Value : 50.12, Carrying Value : 50.12)

	-	50.12
Total :	-	50.12

Additional Disclosure :

Aggregate value of quoted Investment at Cost

Aggregate value of quoted Investment at Market Value

Aggregate value of Unquoted Investment

Aggregate value of Impairment in value of Investment

	-	-
	-	-
	-	50.12
	-	-

9) Trade receivables :-

Considered good - Unsecured

	357.98	280.20
Total :	357.98	280.20

As at 31st March 2025	Less than 6 Months	6 Months to 1 year	1-2 years	2-3 years	More than 3 years	Total
1) Undisputed Trade receivables – considered good - Unsecured	199.82	51.28	68.59	14.43	23.86	357.98
Total	199.82	51.28	68.59	14.43	23.86	357.98

As at 31st March 2024	Less than 6 Months	6 Months to 1 year	1-2 years	2-3 years	More than 3 years	Total
1) Undisputed Trade receivables – considered good - Unsecured	147.8	58.00	43.53	21.14	9.72	280.20
Total	147.82	58.00	43.53	21.14	9.72	280.20

Note : In the absence of due date of payment of all customer the ageing is given from the date of transaction

10) Cash and cash equivalents :-

Cash on Hand

Balances with Banks in Current Account

(Note:- Cash and bank balance are held and denominated in Indian Currency)

	0.82	0.11
	114.76	87.24
Total :	115.58	87.36

11) Bank balance other than cash and cash equivalents :-

Fixed deposit with bank (Remaining maturity of less than 12 month and kept as margin money or security against bank guarantee or other commitments)

	10.84	15.44
Total :	10.84	15.44

12) Current Loans:-

Short term Loans & Advances :-

Considered good-Unsecured

Related party :

Spark Mall & Parking Private Ltd

Veetrag Exploration & Minerals Pvt Ltd

	289.32	269.89
	144.12	-
Total :	433.44	269.89



Note :

1) The Company has Charged interest @ 8% to Spark Mall & Parking Pvt Ltd and 7.5% to Veetrag Exploration & Minerals Pvt Ltd.

SMS WATER GRACE MEDIWASTE MANAGEMENT PRIVATE LIMITED
Notes to financial statements for the year ended 31st March 2025

- 2) Loans or Advances granted to promoters, directors, KMPs and the related parties (as defined under Companies Act, 2013), either severally or jointly with any other person, that are: (a) repayable on demand; or (b) without specifying any terms or period of repayment

Type of Borrower	As at 31-Mar-25		As at 31-Mar-24	
	Amount of loan outstanding	Percentage to the Total Loans	Amount of loan outstanding	Percentage to the Total Loans
Promoter	-	-	-	-
Director	-	-	-	-
KMP's	-	-	-	-
Related Parties	433	100%	270	100%

- 3) The Company has not received any fund from any person(s) or entity(ies), including foreign entities ("Funding Party") with the understanding (whether recorded in writing or otherwise) that the Company shall directly or indirectly lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the Funding Party (Ultimate Beneficiaries); or provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries.
- 4) All the Above loans and advances have been given for business purpose.

	31-Mar-25	31-Mar-24
	₹ in Lacs	₹ in Lacs
13) Other current financial assets :-		
Earnest money deposit for tender*	1.11	11.11
Total :	1.11	11.11
* Subject to Confirmation & Reconciliation		
14) Current tax Assets (Net) :-		
a) <u>Income tax For Current Year</u>		
Advance Tax	55.00	35.61
Tax Deducted At Source	9.22	11.35
Less : Provision For Income Tax	(42.44)	(33.54)
Total :	21.78	13.42
15) Other Current assets :-		
Statutory Dues :		
GST paid on advance received from customer	8.17	6.62
Prepaid Expenses	0.93	0.93
<u>Advance other than capital advance</u>		
Advance to supplier	1.02	0.24
Advance to employee	0.05	0.57
Total :	10.16	8.37
16) Equity Share Capital :-		
<u>Authorised Share Capital :</u>		
30,00,000 (31st March 2024: 30,00,000) equity shares of par value of ₹ 10/- each	300.00	300.00
<u>Issued, Subscribed and Fully Paid Up share capital :</u>		
19,02,800 (31st March 2024: 19,02,800) equity shares of par value of ₹ 10/- each	190.28	190.28
Total :	190.28	190.28

Notes :

- a) Terms/rights attached to equity shares :

The company has only one class of equity shares having par value of ₹ 10 per share. Each holder of Equity shares is entitled to one vote per share. The company declares and pays dividend in Indian Rupees. The dividend proposed by Directors is subject to the approval of shareholders in the ensuing Annual General Meeting.

In the event of liquidation of the company the holders of equity shares will be entitled to receive remaining assets of the company after distribution of preferential amount. The distribution will be in proportion to the no. of equity shares held by the shareholder.



SMS WATER GRACE MEDIWASTE MANAGEMENT PRIVATE LIMITED
Notes to financial statements for the year ended 31st March 2025

b) Reconciliation of the number of shares and the amount outstanding at the beginning and end of the year :

	31-Mar-25		31-Mar-24	
	₹ in Lacs	₹ in Lacs	₹ in Lacs	₹ in Lacs
At the beginning of the year	19,02,800	190.28	19,02,800	190.28
Add : Issued during the year	-	-	-	-
Outstanding at the end of the year	19,02,800	190.28	19,02,800	190.28

c) The details of the Shareholders holding more than 5% of shares in the company are :

	31-Mar-25		31-Mar-24	
	No. of Shares	% holding in the class	No. of Shares	% holding in the class
(i) SMS Envocare Limited	10,65,900	56.02%	10,65,900	56.02%
(ii) Amit Nilawar	8,36,000	43.94%	8,36,000	43.94%

d) The details of the Shares held by Holding Company :

	31-Mar-25		31-Mar-24	
	No. of Shares	% holding in the class	No. of Shares	% holding in the class
(i) SMS Envocare Limited	10,65,900	56.02%	10,65,900	56.02%

e) Details of Shareholding of Promoters in the company as under:

Promoter Name	FY 2024-25			FY 2023-24		
	No. of Shares	% of Total Shares	% Change During the year	No. of Shares	% of Total Shares	% Change During the year
SMS Envocare Ltd	10,65,900	56.02%	0.00%	10,65,900	56.02%	0.00%
Amit Nilawar	8,36,000	43.94%	0.00%	8,36,000	43.94%	0.00%
Chetan Bora	900	0.05%	0.00%	900	0.05%	0.00%
Total	19,02,800	100.00%	0.00%	19,02,800	100.00%	0.00%

17) Other Equity :-

(i) Retained Earning :

	As at 31-Mar-25 ₹ in Lacs	As at 31-Mar-24 ₹ in Lacs
Balance as at beginning of Reporting period	482.74	281.96
Add : Profit for the year	253.07	200.77
Balance as at end of Reporting period	Total: 735.81	482.74

(ii) Other Comprehensive Income :

	As at 31-Mar-25 ₹ in Lacs	As at 31-Mar-24 ₹ in Lacs
Balance as at Beginning of Reporting Period	1.19	0.82
Add : Items that will not be reclassified to profit or loss (Net of taxes)	(0.66)	0.28
Add : Items that will be reclassified to profit or loss (Net of taxes)	-	0.09
Balance as at end of Reporting period	0.53	1.19
Total:	736.34	483.93

18) Non-Current Lease Liabilities :-

	As at 31-Mar-25 ₹ in Lacs	As at 31-Mar-24 ₹ in Lacs
Lease Liabilities as per IND-AS 116	1.24	1.58
Total:	1.24	1.58

19) Non-Current Provisions :-

Provision for Employee Benefits

	As at 31-Mar-25 ₹ in Lacs	As at 31-Mar-24 ₹ in Lacs
Provision for gratuity	12.90	9.22
Provision for Leave Benefits	2.85	3.24
Total :	15.75	12.46

20) Current Lease Liabilities :-

	As at 31-Mar-25 ₹ in Lacs	As at 31-Mar-24 ₹ in Lacs
Lease Liabilities as per IND-AS 116	0.34	0.31
Total :	0.34	0.31

21) Trade Payables :

	As at 31-Mar-25 ₹ in Lacs	As at 31-Mar-24 ₹ in Lacs
Total outstanding Due to Micro & Small Enterprises	-	0.29
Total outstanding Other than Micro & Small Enterprises	22.67	10.00
Total :	22.67	10.30



SMS WATER GRACE MEDIWASTE MANAGEMENT PRIVATE LIMITED
Notes to financial statements for the year ended 31st March 2025

Note :

DUES TO MICRO AND SMALL ENTERPRISES

The Company has dues to suppliers registered under Micro, Small and Medium Enterprises Development Act, 2006 ('MSMED Act'). The disclosure pursuant to the said MSMED Act is show below.

1) the principal amount remaining unpaid to any supplier at the end of each accounting year;	-	0.29
2) the interest due on the principal amount remaining unpaid to any supplier at the end of each accounting year	-	-
3) Principal amounts paid to suppliers registered under the MSMED Act, beyond the appointed	-	-
4) Interest paid, under Section 16 of MSMED Act, to suppliers registered under the MSMED Act, beyond the appointed day during	-	-
5) Interest due and payable for the period delay in making payment beyond the appointed day during the year, other than those specified	-	-
6) the amount of interest accrued and remaining unpaid at the end of each accounting year;	-	-
7) the amount of further interest remaining due and payable even in the succeeding years,	-	-

As at 31st March 2025	Less Than 1 Year	1-2 years	2-3 years	More than 3 years	Total
1) Outstanding dues to MSME	-	-	-	-	-
2) Others	22.63	0.02	0.02	-	22.67
Total	22.63	0.02	0.02	-	22.67

As at 31st March 2024	Less Than 1 Year	1-2 years	2-3 years	More than 3 years	Total
1) Outstanding dues to MSME	0.29	-	-	-	0.29
2) Others	9.96	0.04	-	-	10.00
Total	10.26	0.04	-	-	10.30

Note : In the absence of due date of payment of all purchases the ageing is given from the date of transaction

	As at 31-Mar-25 ₹ in Lacs	As at 31-Mar-24 ₹ in Lacs
22) Other Current Financial Liabilities :		
Salary Payable	7.19	6.82
Bonus Payable	2.48	2.49
Plant licence fees payable	131.00	119.00
Expenses Payable	1.84	1.88
Total :	142.51	130.20
23) Other Current Liabilities :		
<u>Statutory Dues Payable</u>		
Tax deducted at source	(0.01)	0.24
Goods and Service tax	11.37	16.99
Employee state insurance corporation	0.22	0.23
Provident fund	2.10	2.08
Refundable to Customers	-	2.58
Advances from Customers	67.02	55.20
Total :	80.71	77.34
24) Current Provisions :		
<u>Provision for Employee Benefit:</u>		
Provision for Gratuity	0.96	0.70
Provision for Leave Benefits	-	0.89
Total :	0.96	1.59



SMS WATER GRACE MEDIWASTE MANAGEMENT PRIVATE LIMITED
Notes to financial statements for the year ended 31st March 2025

	Year Ended 31-Mar-25	Year Ended 31-Mar-24
	₹ in Lacs	₹ in Lacs

25) Revenue from Operations

(a) <u>Sale of Services :-</u>		
Waste Treatment Charges	490.38	434.15
(b) <u>Sale of products :-</u>		
Bags Sales	157.68	234.26
Scrap Sales	47.14	36.04
Total :	695.20	704.45

Note :

- 1) The table below presents disaggregated revenues from contracts with customers for the year ended March 31, 2025 by Nature. The Company believe that this disaggregation best depict the nature, amount, timing and uncertainty of revenues and cashflows which are affected by industry,market and other economic factors.
- 2) The company operates in one geographical location and its entire revenue is generated from India.
- 3) Amount from revenue from operations does not include Goods and Services Tax.
- 4) Revenue from operations includes only the gross increase in the economic benefits occurring to the entity on its own account and does not include amount collected in capacity as a agent or on behalf of the third party.
- 5) No single customer represents 10% or more of the company's total revenue for the years ended 31st March 2025 and 31st March 2024.

26) Other Income

Interest income on

Fixed deposit receipts	1.26	1.31
Income Tax Refund	0.49	0.15
Electricity deposit	0.09	0.07
On Unsecured Loan	31.72	16.55
Miscellaneous Income	0.66	-
Profit on Sale of Investment	0.50	-
Total :	34.71	18.07

Note :

Interest income calculated using the effective interest method for financial assets data measured at amortised cost

27) Direct Expenses

Consumption of Fuel	78.20	74.23
Labour Charges	44.53	74.89
Vehicle Hire Charges	47.58	44.45
Electricity Expenses	15.59	15.72
Waste Disposal Charges	11.67	15.34
Repairs & Maintenance	5.49	12.54
Other Direct Expense	21.28	6.46
Consumption Of Spares & Tools	5.11	6.39
Loading And Unloading Of Waste	1.44	2.71
Vehicle Fuel for Waste Collection	2.53	2.38
Sample Testing And Analysis Charges	2.58	1.75
ETP Operation And Maintenance	2.00	1.74
Consumption of chemicals	0.28	0.08
Total :	238.27	258.67

28) Purchases of Stock-in-Trade :

Bags and consumables	64.27	78.70
Total :	64.27	78.70

29) Changes in inventories of Stock-in-Trade :

<u>Opening Inventories:</u>		
Bags and consumables	16.05	19.45
<u>Closing Inventories :</u>		
Bags and consumables	34.70	16.05
Total :	(18.65)	3.40



SMS WATER GRACE MEDIWASTE MANAGEMENT PRIVATE LIMITED
Notes to financial statements for the year ended 31st March 2025

	Year Ended 31-Mar-25	Year Ended 31-Mar-24
	₹ in Lacs	₹ in Lacs

30) Employee Benefit Expenses

Salaries & Wages:

Salaries and Wages	97.65	93.88
Bonus	5.19	5.01
Leave Encashment	3.02	1.38
Gratuity*	3.50	2.85
Contribution to provident and other funds	12.31	11.11
Staff Welfare	0.76	0.86

Total : 122.44 115.10

Note:-

Since the Gratuity is unfunded the same is clubbed under head Salaries & Wages as per the guidance note on Division-II IND AS of Schedule III to the companies act, 2013.

31) Finance Costs

Interest on Lease	0.19	0.22
<u>Late payment of statutory dues :</u>	-	-
Interest on late payment of GST	0.69	-
Interest on late payment of TDS	0.10	-

Total : 0.98 0.22

32) Depreciation Expenses

Depreciation of Tangible Assets	9.93	8.57
---------------------------------	------	------

Total : 9.93 8.57

33) Other Expenses

Licence Fees	12.03	12.03
Office Expenses	12.77	9.33
Accounts Written Off	4.45	7.15
Travelling Expenses/Lodging / Conveyance Expenses	7.40	7.30
Admin Vehicle Expenses	1.98	5.88
Administrative Expenses	3.56	3.56
Consultancy & Professional Charges	4.39	2.62
Pantry & Housekeeping Expenses	2.88	2.48
Insurance	0.89	1.08
Rent	1.14	1.07
Telephone Charges	0.77	0.99
Audit Fee	0.99	0.99
GST Expenses	1.58	0.78
Computer Repairs & Maintenance	0.67	0.62
Legal Expenses	0.65	0.45
Bank charges	0.48	0.38
Printing & Stationery	0.21	0.24
Other Expenses	-	0.18
Corporate Social Responsibility	0.54	-
MCA / ROC Fees	0.06	0.13
Loss on disposal of property, plant & equipment	0.02	0.11
Postage & Courier Exp	0.07	0.07

Total : 57.52 57.45



SMS WATER GRACE MEDIWASTE MANAGEMENT PRIVATE LIMITED
Notes to financial statements for the year ended 31st March 2025

34) Contingent Liabilities, Gurantees, Contingent Assets & commitments

	31-Mar-25	31-Mar-24
	₹ in Lacs	₹ in Lacs
(i) Claims against Company not acknowledge as Debt	-	-
(ii) Commitments		
a. Capital Commitments	-	-
b. Revenue Commitments	1.65	0.50
(iii) Contingent assets	-	-
35) Payment to Auditors		
Audit fee (Excluding Taxes)	0.99	0.99
	<u>0.99</u>	<u>0.99</u>

36) Related Party Transactions

List of related parties where control exists and related parties with whom transactions have taken place and relationship:

(a) Holding Company

SMS Envocare Limited

(b) Key Management Personal

1. Kishore Malviya- Director
2. Prabal Pratapsingh Jadon - Director

3. Aditya Nilawar - Director

(c) Others

Subsidiary of Holding Co.

Butibori CETP Pvt Ltd
SMS Water Grace Enviroprotect Pvt Ltd
SMS Waluj CETP Pvt Ltd
Envotech Waste Management Ltd
Enviroprotect Waste Management Ltd
SMS Greentech Pvt Ltd
Ponda Envocare Ltd
Maharashtra Enviro Power Limited
SMS Envoclean Pvt. Ltd.
SMS Water Grace BMW Pvt. Ltd
Western Integrated Waste Management Facility Pvt Ltd
Nilawar Watergrace Waste Management Pvt Ltd.

Subsidiary of Ultimate Holding Co.

SMS Mine Developers Pvt. Ltd.
Spark Mall and Parking Pvt. Ltd.
SMS Taxi Cabs Pvt. Ltd.
SMS Infolink Pvt. Ltd.
SMS Tolls And Developers Ltd.
SMS Vidyut Pvt Ltd.
SMS-AABS India Tollways Private Limited
PT. SMS Minerals International
SMS Mining Limited
Ayodhya Gorakhpur SMS Tolls Pvt. Ltd.
SMSL Ketki MDO Project Limited
SMS Waste Management Pvt. Ltd.
PT. SMS Mines Indonesia
SMS Hazardous Waste Management Pvt Ltd

Associates of Ultimate Holding Co.

RCCL Infrastructure Ltd.
SMS AAMW Tollways Pvt. Ltd.

Ultimate Holding Co.

SMS Ltd.

Joint Ventures of Ultimate Holding Co.

SMS Infrastructure Ltd. & D. Thakkar
Construction Pvt. Ltd. JV
Shaktikumar M. Sancheti Ltd. & S N Thakkar
Construction Pvt. Ltd. JV
Sanbro Corporation
Saket- SMSIL (JV)
SRRCIPL- SMSL (JV)
SRRCIPL- SMSL (JV)-Mahbubnagar
SMSL-MBPL JV Durg package-A
SMSIL KTCO (JV)
Bhartiya SMSIL (JV)
SMS Infrastructure Ltd. Shreenath Enterprises J.V.
AGIPL-SMSIL (JV)
GSJ Envo Ltd. In consortium with SMS
Infrastructure Ltd.
SMS Infrastructure Ltd - Aarti Infra-Projects Pvt.
Ltd. J.V.
SMSIL-MBPL-BRAPL (JV)
GDCL-SMSIL (JV)
SMSL-SRRCIPL (JV)
SMSIL-MBPL (JV)
Meghe SMS Health Sciences Consortium (Spv)
SRRCIPL-SMSL-BEKEM (JV)

Individuals having Material Influence & their Enterprises

Ajay Sancheti
Anand Sancheti
Paramveer Sancheti
Akshay Sancheti
San Finance Corporation (Partnership Firm)
Amit Nilawar



SMS WATER GRACE MEDIWASTE MANAGEMENT PRIVATE LIMITED
Notes to financial statements for the year ended 31st March 2025

(d) Transactions carried out with related parties

₹ in Lacs

Name of Related party Nature of Transactions	Year Ended	Related Parties		
		Referred in (a)	Referred in (b)	Referred in (c)
Purchase of Material & Services	31-Mar-25	-	-	2.66
	31-Mar-24	-	-	1.68
Sale of Material & Services	31-Mar-25	-	-	-
	31-Mar-24	-	-	-
Interest Expense	31-Mar-25	-	-	-
	31-Mar-24	-	-	-
Interest income	31-Mar-25	-	-	31.72
	31-Mar-24	-	-	-
Loan repaid/written-off during the year	31-Mar-25	58.00	-	-
	31-Mar-24	86.26	-	-
Loan accepted during the year	31-Mar-25	58.00	-	-
	31-Mar-24	246.45	-	-
Loan given during the year	31-Mar-25	-	-	135.00
	31-Mar-24	-	-	269.89
Deposit & Advances Received	31-Mar-25	-	-	-
	31-Mar-24	-	-	-
Deposit & Advances Paid	31-Mar-25	-	-	-
	31-Mar-24	-	-	-
Outstanding Balances included in assets (Loan)	31-Mar-25	-	-	433.44
	31-Mar-24	-	-	269.89
Outstanding Balances included in liabilities	31-Mar-25	-	-	-
	31-Mar-24	-	-	-

37) Employee Benefit Obligations :

1) Gratuity Obligation

A. Amount recognised in the Balance Sheet

Particulars	31-Mar-25	31-Mar-24
	₹ in Lacs	₹ in Lacs
(Present Value of Benefit Obligation)	9.92	7.45
Fair value of plan assets	-	-
Funded Status (Surplus/ (Deficit))	3.94	-
Net (Liability)/Asset Recognized in the Balance Sheet	13.86	7.45

B. Movements in plan assets and plan liabilities

There are no plan assets & liabilities since the obligation is not funded.

C. Amount recognised in the Statement of Profit and Loss as Employee Benefit Expenses

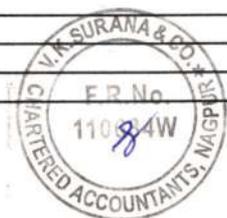
Particulars	31-Mar-25	31-Mar-24
	₹ in Lacs	₹ in Lacs
Service Cost	2.78	2.30
Net Interest Cost	0.72	0.55
Net impact on the Profit / (Loss) before tax	3.50	2.85

D. Amount recognised in the Statement of Profit and Loss as Other Comprehensive Income

Particulars	31-Mar-25	31-Mar-24
	₹ in Lacs	₹ in Lacs
Actuarial (Gains)/Losses on Obligation For the Period	0.77	(0.38)
Net (Income)/Expense For the Period Recognized in OCI	0.77	(0.38)

E. Change in Present Value of Obligations

Particular	31-Mar-25	31-Mar-24
	₹ in Lacs	₹ in Lacs
Opening of defined benefit obligations	9.92	7.45
Service cost	2.78	2.30
Interest Cost	0.72	0.55
Benefit Paid	(0.33)	-
Actuarial (Gain)/Loss on total liabilities:	0.77	(0.38)
- due to change in financial assumptions	0.46	(0.01)
- due to change in demographic assumptions	-	-
- due to experience variance	0.31	(0.51)
Closing of defined benefit obligation	13.86	9.92



SMS WATER GRACE MEDIWASTE MANAGEMENT PRIVATE LIMITED
Notes to financial statements for the year ended 31st March 2025

F. Assumptions

The assumptions under Ind AS 19 are set by reference to market conditions at the valuation date. The Material actuarial assumptions were as follows:

Particulars	31-Mar-25	31-Mar-24
	₹ in Lacs	₹ in Lacs
Expected Return on Plan Assets	N.A	
Rate of Discounting	6.64%	7.21%
Rate of Salary Increase	8.00%	
Withdrawal rate	14.73%	14.73%
Mortality Rate	100 % of IALM 2012-14	
Average future service (in Years)	26.25 Years	27.39 Years

G. Sensitivity Analysis

The sensitivity of the defined benefit obligation to changes in the weighted key assumptions are:

Particulars	31-Mar-25	Impact	Impact %
	₹ in Lacs	(Absolute)	
Base Liability	13.86	-	-
Increase Discount Rate by 0.50%	13.45	(0.41)	-2.93%
Decrease Discount Rate by 0.50%	14.29	0.43	3.11%
Increase Salary Inflation by 1.00%	14.73	0.87	6.28%
Decrease Salary Inflation by 1.00%	13.07	(0.79)	-5.68%
Increase Withdrawal Rate by 1.00%	13.70	(0.16)	-1.19%
Decrease Withdrawal Rate by 1.00%	14.03	0.17	1.26%

Note :-

- 1) The base liability is calculated at discount rate of 6.64 % per annum and salary inflation rate of 8.00 % per annum for all future years.
- 2) Liabilities are very sensitive to salary escalation rate, discount rate & withdrawal rate
- 3)

Liabilities are very less sensitive due to change in mortality assumptions. Hence, sensitivities due to change in mortality are ignored.

H. The defined benefit obligations shall mature after year end 31st March, 2024 as follows:

Projected Benefit Obligation Payable in future Years from the date of reporting	31-Mar-25	31-Mar-24
	₹ in Lacs	₹ in Lacs
1st Following Year	0.96	0.70
2nd Following Year	1.79	0.77
3rd Following Year	1.69	1.34
4th Following Year	1.63	1.26
5th Following Year	1.51	1.20
After 5th Year	15.28	12.19

38) Financial risk management objective and policies :-

The Company's principal financial liabilities comprise loans and borrowings, trade and other payables and financial guarantee contracts. The main purpose of these financial liabilities is to finance the Company's operations and to provide guarantees to support its operations. The Company's principal financial assets include loans, trade and other receivables, current investment and cash and cash equivalents that derive directly from its operations. The Company is exposed to market risk, credit risk and liquidity risk. The Company's senior management oversees the management of these risks. The Company's senior management ensures that financial risk activities are governed by appropriate policies and procedures and that financial risks are identified, measured and managed in accordance with the Company's policies and risk objectives. The senior management reviews and agrees policies for managing each of these risks, which are summarised below:

i) Market risk :-

Market risk is the risk that the fair value of future cash flows of a financial instrument will fluctuate because of changes in market prices. Market risk comprises three types of risk: interest rate risk, currency risk and other price risk, such as equity price risk and commodity risk. Financial instruments affected by market risk include loans and borrowings, deposits etc.

Interest Rate Risk:-

Interest rate risk is the risk that the future cash flows with respect to interest payments on borrowings will fluctuate because of changes in market interest rates. The Company's exposure to the risk of changes in market interest rates relates primarily to the Company's long-term debt obligations with floating interest rates, however the company does not have any long-term debt obligation with floating interest rates.



SMS WATER GRACE MEDIWASTE MANAGEMENT PRIVATE LIMITED
Notes to financial statements for the year ended 31st March 2025

Foreign Currency Risk :-

The company does not have any foreign currency risk exposure.

Other Price Risk :-

The company has not made any investment in equity securities hence no exposure

ii) Credit Risk :

Credit risk is the risk that the counterparty will not meet its obligations under a financial instrument or a customer contract, leading to a financial loss. The Company is exposed to credit risk from its operating activities (primarily trade receivables & financial guarantees). The company measure the expected credit loss of trade receivable based on historical, trend, industrial practices and business environment in which the entity operates. Loss rates are based on actual credit loss experience and business experience, loss on collection of receivables is not material hence no provision considered.

a) Receivable

Particulars	31-Mar-25	31-Mar-24
	₹ in Lacs	₹ in Lacs
1-90 days past due	118.04	108.18
91 to 180 days past due	81.78	39.63
More than 180 days past due	158.15	132.38
Total	357.98	280.20

b) Financial Guarantee

Particulars	31-Mar-25	31-Mar-24
	₹ in Lacs	₹ in Lacs
Bank Gurantee	-	3.58
Total	-	3.58

iii) Liquidity Risk :

objective is to maintain a balance between continuity of funding and flexibility through the use of cash credit facility and bank loans. Liquidity risk is defined as the risk that the Company will not be able to settle or meet its obligations on time or at a reasonable price. The Company's corporate treasury department is responsible for liquidity, funding as well as settlement management. In addition, processes and policies related to such risks are overseen by senior management.

(i) Maturity Pattern of borrowings

₹ in Lacs

As at 31st March, 2025	0-1 Years	1-5 years	Beyond 5 years	Total
Long Term borrowings(Including Current Manturity of Long term	-	-	-	-
Short Term Borrowings	-	-	-	-
Total	-	-	-	-

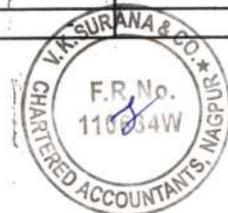
As at 31st March, 2024	0-1 Years	1-5 years	Beyond 5 years	Total
Current Manturity of Long term Debt)	-	-	-	-
Short Term Borrowings	-	-	-	-
Total	-	-	-	-

(ii) Maturity Patterns of Other Financial Liabilities

₹ in Lacs

As at 31st March, 2025	0 - 6 months	6-12 months	Beyond 12 months	Total
Trade payables	22.62	0.02	0.04	22.68
Other Financial Liability	142.51	-	-	142.51
Total	165.13	0.02	0.04	165.19

As at 31st March, 2024	0 - 6 months	6-12 months	Beyond 12 months	Total
Trade payables	10.30	-	-	10.30
Other Financial Liability	130.20	-	-	130.20
Total	140.49	-	-	140.49



SMS WATER GRACE MEDIWASTE MANAGEMENT PRIVATE LIMITED
Notes to financial statements for the year ended 31st March 2025

39) Capital Management

For the purpose of the Company's capital management, capital includes issued equity capital, securities premium and all other equity reserves attributable to the equity holders. The primary objective of the Company's capital management is to maximise the shareholder value.

The Company's capital management objectives are to maintain equity including all reserves to protect economic viability and to finance any growth opportunities that may be available in future so as to maximise shareholders' value.

The management and the board of directors monitors the return on capital as well as the level of dividends to the shareholders. The Company manages its capital structure and makes adjustments in light of changes in economic conditions.

Particulars	31-Mar-25 ₹ in Lacs	31-Mar-24 ₹ in Lacs
Borrowings	-	-
Trade payables	22.67	10.30
Other payables	142.51	130.20
Less: cash and cash equivalents	(115.58)	(87.36)
Net debt	49.59	53.13
Equity	926.62	674.21
Total capital	926.62	674.21
Capital and net debt	976.21	727.34
Gearing Ratio	5.08%	7.31%

40) Earnings Per Share:

	31-Mar-25 ₹ in Lacs	31-Mar-23 ₹ in Lacs
--	------------------------	------------------------

The following reflects the profit and share data used in the basic and diluted EPS computations:

Continuing operations

Profit/(loss) after tax	253.07	200.77
Net profit for calculation of basic EPS	253.07	200.77
Net profit as above	253.07	200.77
Effect of dilution	-	-
Net profit/(loss) for calculation of diluted EPS	253.07	200.77
Weighted average number of equity shares in calculating basic EPS	1902800	1902800
Weighted average number of equity shares in calculating diluted EP	1902800	1902800
Earnings per equity share:		
Basic	13.30	10.55
Diluted	13.30	10.55

41) Reconciliation of Comprehensive Income

	₹ in Lacs
Total Comprehensive as per audited financial statements	1,18,817.44
Adjustments Impact : Gain/(Loss)	
<u>Prior Period Expenses</u>	
Earlier Year Mat Adjustment	-
<u>Prior Period Income</u>	
Total Comprehensive Income reflected in profit & loss	1,18,817.44

Reconciliation of Other Equity

	31-Mar-23
Other equity as per audited financial statements	52,799.82
<u>Prior Period Expenses FY 2023-24</u>	
Earlier Year Mat Adjustment	-
Total Comprehensive Income reflected in Other Equity	52,799.82

42) Segment Reporting :-

In accordance with Accounting Standard Ind AS 108 "Operating Segment", the company's business activity falls within a single segment viz. "Biomedical Waste Management & Disposal", and the services are rendered only in the domestic market hence Segment reporting not applicable.



SMS WATER GRACE MEDIWASTE MANAGEMENT PRIVATE LIMITED
Notes to financial statements for the year ended 31st March 2024

43) Fair value measurement

The fair values of the financial assets and liabilities are included at the amount at which the instrument could be exchanged in a current transaction between willing parties, other than in a forced or liquidation sale.

The following methods and assumptions were used to estimate the fair values:

- 1) Fair value of current assets which includes loans given, cash and cash equivalents, other bank balances and other financial assets approximate their carrying amounts largely due to short term maturities of these instruments.
- 2) Financial instruments with fixed and variable interest rates are evaluated by the Company based on parameters such as interest rates and individual credit worthiness of the counterparty. Based on this evaluation, allowances are taken to account for expected losses of these receivables. Accordingly, fair value of such instruments is not materially different from their carrying amounts.

The Company uses the following hierarchy for determining and disclosing the fair value of financial instruments by valuation technique:

Level 1:

Quoted (unadjusted) prices in active markets for identical assets or liabilities.

Level 2:

Other techniques for which major inputs which have a Material effect on the recorded fair value are observable, either directly or indirectly.

Level 3:

Techniques which use inputs that have a Material effect on the recorded fair value that are not based on observable market data (Unobservable input data).

₹ in Lacs							
Financial Assets & Liabilities as at 31st March, 2025	Non Current	Current	Total	Fair Value through Profit &	Fair Value through OCI	Carried at amortised Cost	Total Amount
Financial Assets							
Trade Receivable		357.98	357.98	-	-	357.98	357.98
Cash & cash Equivalents		115.58	115.58	-	-	115.58	115.58
Bank balance other than (ii) above		10.84	10.84	-	-	10.84	10.84
Other financial assets	9.28	1.11	10.39	-	-	10.39	10.39
Total	9.28	485.50	494.79	-	-	494.79	494.79
Financial Liabilities							
Borrowings	-	-	-	-	-	-	-
Other Financial Liabilities		142.51	142.51	-	-	142.51	142.51
Trade payables		22.67	22.67	-	-	22.67	22.67
Total	-	165.18	165.18	-	-	165.18	165.18

₹ in Lacs							
Financial Assets & Liabilities as at 31st March, 2024	Non Current	Current	Total	Fair Value through Profit &	Fair Value through OCI	Carried at amortised Cost	Total Amount
Financial Assets							
Trade Receivable		280.20	280.20	-	-	280.20	280.20
Cash & cash Equivalents		87.36	87.36	-	-	87.36	87.36
Bank balance other than (ii) above		15.44	15.44	-	-	15.44	15.44
Other financial assets	9.01	11.11	20.12	-	-	20.12	20.12
Total	9.01	394.10	403.12	-	-	403.12	403.12
Financial Liabilities							
Borrowings	-	-	-	-	-	-	-
Other Financial Liabilities		130.20	130.20	-	-	130.20	130.20
Trade payables		10.30	10.30	-	-	10.30	10.30
Total	-	140.49	140.49	-	-	140.49	140.49



SMS WATER GRACE MEDIWASTE MANAGEMENT PRIVATE LIMITED
Notes to financial statements for the year ended 31st March 2025

44) The Followings are analytical ratio for the year

Sl. No.	Particular	Numerator	Denominator	Current Period	Previous Period	% Variance	Reason for Variance
(a)	Current Ratio (Current Assets / Current Liabilities)	987.65	247.18	4.00	3.43	16%	Current Ratio increased due to repayment of loans.
(b)	Debt-Equity Ratio (Total Debt / Total Equity)	-	926.62	-	-	0%	Debt-Equity Ratio decreased due to repayment of all loan
(c)	Debt Service Coverage Ratio (PAT + Interest + Non Cash Items + Loss/(Profit) on sale of fixed assets / Total Installment including interest)	-	-	-	-	0%	
(d)	Return on Equity Ratio (%) (Net Income / Shareholder Equity)	253.07	800.41	32%	36%	-4%	Due Increase in Accumulated Profits
(e)	Inventory turnover ratio (Cost of goods sold / Average inventory)	47.55	25.37	1.87	4.62	-59%	Inventory turnover ratio increased due to sale of old stock.
(f)	Trade Receivables turnover ratio (Net sales / Average accounts receivable)	695.20	319.09	2.18	2.13	2%	Due to Recovery from Debtors
(g)	Trade payables turnover ratio (Net purchase / Average accounts payable)	187.21	16.48	11.36	8.89	28%	
(h)	Net capital turnover ratio (Net Sales / Working Capital)	695.20	740.47	0.94	1.32	-29%	Due to increase in Loans Given
(i)	Net profit ratio (%) (Profit After Tax / Value of Sales & Services)	253.07	695.20	36%	29%	8%	
(j)	Return on Capital employed (%) (EBIT & Exceptional Item / (Total Assets - Current Liability)	256.13	780.50	33%	35%	-2%	
(k)	Return on investment (%) (Net Profit / Total Investment)	NA	NA	NA	NA	NA	



SMS WATER GRACE MEDIWASTE MANAGEMENT PRIVATE LIMITED
Notes to financial statements for the year ended 31st March 2025

45) A reconciliation of the income tax expenses to the amount computed by applying the statutory income tax rate to the profit before income taxes is summarized below:

	31-Mar-25 ₹ in Lacs	31-Mar-24 ₹ in Lacs
Tax Expense:		
Profit Before Tax	255.15	200.42
Other comprehensive income before tax	-0.89	0.50
Total comprehensive income before tax	254.26	200.92
Indian Statutory Income Tax Rate	26.00%	26.00%
Expected Income Tax Expenses	66.11	52.24
Tax Effect of adjustments to reconcile expected Income Tax Expenses		
Tax Effect of Non Deductible expenses	0.35	-
Tax Effect of Deductions under section 80IA	(66.04)	(51.43)
Deduction u/s 80JJAA	-	(0.40)
Re-statement of earlier year DTA due to change in tax rate	-	-
Bonus payable considered as allowable expenditure in ITR	-	-
Earlier Year Tax	1.44	-0.09
Other adjustments	-	(0.25)
Total income tax expense recognised in Profit & Loss	1.85	0.07
a) Tax on normal income recognised in profit and loss	2.08	(0.34)
b) Tax on other comprehensive income recognised in profit and loss	(0.23)	0.13
Total tax recognised in profit and loss	1.85	(0.20)

46) Disclosures for some of the key disclosure requirement for lessee involves disclosing amounts relating to the reporting period for the following items :

		₹ in Lacs	
	Particular	FY 2024-25	FY 2023-24
i)	Depretiation Charged on right of Assets	0.01	0.15
ii)	Interest Expense on Lease Liability	0.19	0.22
iii)	Interest Income recognized on Security Deposit Given under lease	-	-
iv)	Carring Value of Right to use of Assets at the end of the reporting Period	0.00	0.01
v)	Maturity Analysis of lease liability at the end of reporting period		
	23-24	-	1.89
	24-25	1.58	1.58
	25-26	1.24	1.24
	26-27	0.87	0.87
	27-28	0.45	0.45
	28-29	-	-
	Total Amount of Lease liability at the end of the year	4.14	6.03

47) Party balances are subject to confirmation and the balances shown under Trade Receivables, Trade Payables, Loan and advances have approximately the same realisable value as shown in the financials.

48) Company is not required to spent on CSR Expenditure as the company is not qualified for any of the following criteria stipulated per provision of section 135 of the Companies Act.

- Net worth of or more than five hundred crores rupees or
- Turnover of one thousand crores rupees or more
- Net profit of rupees five crore or more during any preceding three financial year

49) Previous year's figures have been regrouped/recasted, wherever necessary.

50) The Company has not traded or Invested in Crypto Currency or Virtual Currency during the Financial Year.

51) C.I.F. value of Imports, Expenditures and Earnings in Foreign Currencies:

Particulars	As on 31st March 2025	As on 31st March 2024
a) CIF Value of Imports	NIL	NIL
b) Expenditure in Foreign Currencies	NIL	NIL
c) Earnings in Foreign Currencies	NIL	NIL



SMS WATER GRACE MEDIWASTE MANAGEMENT PRIVATE LIMITED
Notes to financial statements for the year ended 31st March 2025

50) Other Statutory Information:

- i) The Company does not have any Benami property, where any proceeding has been initiated or pending against the Company for holding any Benami property.
- ii) The Company does not have any charges or satisfaction which is yet to be registered with ROC beyond the statutory period.
- iii) The Company have not advanced or loaned or invested funds to any other person or entity, including foreign entities (Intermediaries) with the understanding that the Intermediary shall:
 - a. directly or indirectly lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the company (Ultimate Beneficiaries) or
 - b. provide any guarantee, security or the like to or on behalf of the Ultimate Beneficiaries.
- iv) The Company have not received any fund from any person or entity, including foreign entities (Funding Party) with the understanding (whether recorded in writing or otherwise) that the Company shall:
 - a. directly or indirectly lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the Funding Party (Ultimate Beneficiaries) or
 - b. provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries.
- v) The Company does not have any such transaction which is not recorded in the books of accounts that has been surrendered or disclosed as income during the year in the tax assessments under the Income Tax Act, 1961 (such as, search or survey or any other relevant provisions of the Income Tax Act, 1961.

FOR V. K. SURANA & CO

Chartered Accountants

Firm Registration No. :110634W

Suresh Galani

CA. SURESH GALANI

Partner (M.No.168192)

Nagpur, Dated

07 AUG 2025

UDIN :

25168192BMKPEG7200



For and on behalf of the Board of Directors of

SMS WATER GRACE MEDIWASTE MANAGEMENT PVT LTD

CIN : U52100MH2011PTC213882

PRABAL PRATAP SINGH JADON

Director

DIN : 06913074

KISHORE MALVIYA

Director

DIN : 03272644

Kishore Malviya

BOARDS' REPORT

To
The Members
SMS Water Grace Mediwaste Management Private Limited

The Directors present their 14th Annual Report on the business and operations of the Company together with Audited Financial Statements for the financial year ended March 31, 2025.

1. COMPANY-SPECIFIC INFORMATION:

SMS Water, Grace Mediwaste Management Private Limited. (CIN: U52100MH2011PTC213882) is a Private Limited categorized as Non-govt. company registered under the Companies Act, 1956. It was incorporated on 22nd February 2011 having its registered office at 20 IT Park Gayatri Nagar, Parsodi, Ranapratap Nagar, Nagpur, Maharashtra, India, 440022. The Company is a Subsidiary of SMS Envocare Limited. It is formed as Special Purpose Vehicle (SPV) for taking up work in the field of providing biomedical waste management & disposal service having its bio-medical waste treatment plant at 313, Kha Gram Bindowa, Tehsil Mohanlalganj, Lucknow. The Company has the expertise of providing total solutions for scientific treatment & disposal of various type of bio medical waste by the latest Eco-friendly technologies..

1.1 FINANCIAL SUMMARY / HIGHLIGHTS:

The standalone financial statements for the financial year ended 31st March 2025 have been prepared in accordance with the Indian Accounting Standards (Ind AS) as notified by the Ministry of Corporate Affairs.

(Amount in Rs.)

Particulars	31 st March 2025	31 st March 2024
Revenue from Operation	6,95,20,259	7,04,44,578
Other Income	34,71,329	18,07,498
Profit Before Depreciation, Finance Cost, Exceptional Items and Tax Expenses	2,66,06,767	2,09,20,167
<i>Less:</i> Depreciation/Amortization/ Impairment Expenses	9,93,486	8,56,624
<i>Less:</i> Finance Charges	98,388	22,021
<i>Add:</i> Exceptional Items	00.00	00.00
Profit Before Tax Expenses	2,55,14,893	2,00,41,522
<i>Less:</i> Tax Expenses (Current & Deferred)	2,08,005	(35,943)

Total Profit for the Year (1)	2,53,06,888	2,00,77,465
Total other Comprehensive Income for the Year (2)	(66,018)	37,300
Total (1+2)	2,52,40,870	2,01,14,765
Share Premium Account (1)	00.00	00.00
Balance of Profit/ Loss For Earlier Year (2)	4,82,73,914	2,81,96,449
Less: Dividend paid on Equity Shares	00.00	00.00
Transfer to Reserves (3)	00.00	00.00
Amount Transfer to Balance Sheet (4)	2,53,06,888	2,00,77,465
Closing Balance of Retained Earning (1+2+3+4)	7,35,80,802	4,82,73,914

Previous year's figures have been regrouped /recast wherever necessary as per IND AS *Bracket indicates Negative Figures.

During the year under review, the Company achieved a turnover of Rs. 6,95,20,259 as against Rs 7,04,44,578 in 2023-24.

1.2 Amount, if any, which the Board proposes to carry to any reserves:

During the year under review, the Board of Directors of the Company has decided not to transfer any amount to the Reserves for the F.Y. 2024-25.

However, an amount of Rs. 2,53,06,888/-, being the balance of the profit after tax, has been carried to the Balance Sheet as surplus.

1.3. Dividend:

During the year under review, the Board of Directors of the Company, after considering holistically the relevant circumstances, has decided that it would be prudent not to recommend any dividend for the F.Y. 2024-25.

1.4. Major Events Occurred During the Year:

(a) State of company's affair:

The state of affairs of the Company shall inter alia, include the following information.

(i) Segment-wise position of a business and its operations:

The company is private limited company incorporated on 22nd February 2011 under companies act 1956. It is a Subsidiary of SMS Envocare Limited. It was formed as a Special Purpose Vehicle (SPV) for taking up work/project in the field of Bio-Medical Waste Management at Lucknow city.

The Company is serving to the 1520 private hospitals and 80 government hospitals. Facility is treating and disposing the biomedical waste as per its categorization. Facility has Incinerator, Autoclave, Chemical disinfection and shredding facility for biomedical waste treatment. Beside this facility also have Effluent treatment plant for effective management of effluent from incineration operation, vehicle washing facility, chemical disinfection & autoclave operations. The Company is providing waste collection service to more than 1600 health care facilities and approx. 25000 nos of beds, and also providing training and awareness programs for biomedical waste handling for HCU employees. The Company is proving services for provision of waste bags and containers & PPEs for management of biomedical waste. The Plant has installed incineration facility with online monitoring system and compliant to biomedical waste Rules 2016.

The Common Bio Waste Treatment Facility has Incinerator, Autoclave, Chemical disinfection and shredding facility for biomedical waste treatment.

As per Note 42 of the Financial Statements for the F.Y. 2024-25, 'As the Company's business activity falls within a single segment viz. " Bio-Medical Waste Disposal Services", and the services are rendered only in the domestic market, hence the disclosure requirements of IND AS 108. "Operating Segements", issued by the Institute of Chartered Accountants of India is not applicable.

(ii) Change in status of the Company:

During the year under review, there were no material or significant changes in the status of the Company.

(iii) Key business development:

The Company has been granted with Environmental clearance & Consent to establishment to expand the existing CBWTF capacity of the project. Consent to establishment was secured from UPPCB in continuation of Environmental clearance, Public hearing and ToR for the project.

The future outlook of the company looks good, as company is planning to set-up a new Incinerator, Autoclave, Shredder and Chemical Disinfection Unit to increase the plant capacity.

However, during the year 2024-25 company didn't make any key developments in business activity and research.

(iv) **Change in Financial Year:**

No changes have been made in the financial year of the company.

(v) **Capital Expenditure Programme:**

The company made a capital expenditure of Rs. 19,37,731/- for the purchase of various tangible fixed assets during the F.Y.2024-25.

Expenses for the following are as follows-

Sr. No	Particulars	Amount (Rs.)
1.	Plant and Equipment	18,96,550
2.	Furniture and Fixtures	3,600
3.	Office Equipments	37,581
	Total	19,37,731

(vi) **Details and status of acquisition, merger, expansion, modernization and diversification:**

During the year under review, the company has not carried out any activity in relation to acquisition, merger, expansion, modernization and diversification.

(vii) **Developments, acquisition and assignment of material Intellectual Property Rights;**

The Company has not carried out any activity for the development, acquisition and assignment of material Intellectual Property Rights, during the financial year.

(viii) **Any other material event having an impact on the affairs of the company:**

There are no other material events that have occurred during the financial year, that have an impact on the affairs of the Company.

(b) **Change in Nature of Business:**

There is no other change in the nature of business of the company for the Financial Year 2024-25.

(c) **Material changes and commitments, if any, affecting the financial position of the Company, having occurred since the end of the year and till the date of the Report:**

There have been no material changes and commitments, which affect the financial position of the company that occurred between the end of the year 2024-25 and until the date of this Report.

1.5 **Details of Revision of Financial Statement or Board's Report:**

Disclosure for Voluntary Revision of Financial Statement pursuant to section 131(1) during the financial year is not required, as the Company has not revised its financial statement or Board's Report in the relevant financial year.

2. **GENERAL INFORMATION:**

The Company is a Private Limited Company Incorporated on 22nd February 2011 under the Companies Act 1956. Which is subsidiary of unlisted public company M/s SMS Envocare Limited.

The Company is engaged in providing biomedical waste management & disposal service having its bio-medical waste treatment plant at 313, Kha Gram Bindowa, Tehsil Mohanlalganj, Lucknow. The Company has the expertise of providing total solutions for scientific treatment & disposal of various type of bio medical waste by the latest Eco-friendly technologies.

The Common Bio Waste Treatment Facility has Incinerator, Autoclave, Chemical disinfection and shredding facility for biomedical waste treatment.

3. **CAPITAL AND DEBT STRUCTURE:**

Any changes in the capital structure of the company during the year, including the following:

(a) **change in the authorised, issued, subscribed and paid-up share capital:**

During the year under review, the Authorised Share Capital of the Company is Rs. 3,00,00,000/- (Rupees Three Crore only) divided into 30,00,000 (Thirty Lacs) Equity Shares of Rs. 10/- each.

The total Paid up share capital of the Company is Rs. 1,90,28,000/- (Rupees One Crore Ninety Lacs Twenty Eight Thousand only), divided into 19,02,800 (Nineteen Lacs Two Thousand Eight Hundred) Equity Shares of Rs. 10/- each.

There was no change in the share capital of the company during the year under review.

Depository System:

The Equity share of the Company are in dematerialized form with National Securities Depository Limited and M/s. MUFG Intime India Private Limited (formerly known as Link Intime India Pvt. Ltd), Mumbai is its Registrar & Transfer Agent. As on 31st March, 2025, the total paid-up capital of the Company is divided into 19,02,800 equity shares.

The Status of shares held in dematerialised and physical form is given below:

Particulars	Number of			% of the total shares	
	Shareholders	Equity Shares	Preference Shares	Equity Shares	Preference Shares
Shares in Demat Form	3	19,02,800	0	100	0
Shares in Physical Form	0	0	0	0	0

(b) reclassification or sub-division of the authorised share capital;

During the financial year 2024-25, the Company has not reclassified or sub-divided its authorised share capital.

(c) reduction of share capital or buyback of shares;

During the financial year 2024-25, there was no reduction of share capital or buyback of shares in the Company.

(d) change in the capital structure resulting from restructuring;

During the financial year 2024-25, there were no restructuring carried out in the Company and consequently, the Capital Structure of the Company remained unchanged.

(e) change in voting rights:

The voting rights of the Company remained unchanged during the FY 2024-25.

3.1 Issue of shares or other convertible securities:

During the financial year 2024-25, the Company has not issued any shares or other convertible securities, hence there is no change in the Capital structure of the Company.

Accordingly, the issued, subscribed and paid-up capital of the Company stands at Rs. 1,90,28,000/- (Rupees One Crore Ninety Lacs Twenty Eight Thousand only), divided into 19,02,800 (Nineteen Lacs Two Thousand Eight Hundred) Equity Shares of Rs. 10/- each. as of 31st March 2025.

3.2 Issue of equity shares with differential rights:

During the financial year, the Company has not issued any Equity Shares with differential rights pursuant to the provisions of section 43(a) of the Companies Act, 2013.

3.3 Issue of Sweat Equity Shares:

During the financial year, the Company has not issued any Sweat Equity Shares pursuant to the provisions of section 54 of the Companies Act, 2013.

3.4 Details of Employee's Stock Options:

The Company has not issued any shares under the Employees Stock Options scheme pursuant to Rule 12(9) of Companies (Share Capital and Debentures) Rules, 2014 of the Companies Act, 2013.

3.5 Shares held in trust for the benefit of employees where the voting rights are not exercised directly by the employees:

During the year under review, the Company has not given any loan to any of its employees to purchase its shares pursuant to clause (c) to sub-section (3) of section 67, therefore the disclosure as per Rule 16(4) of Companies (Share Capital and Debentures) Rules, 2014 are not applicable.

3.6 Issue of debentures, bonds or any non-convertible securities:

During the year under review, the Company has not issued any debentures, bonds or any non-convertible securities pursuant to the related provision of the Companies Act, 2013.

3.7 Issue of warrants:

During the year under review, the Company has not issued any warrant pursuant to the related provision of the Companies Act, 2013.

4. CREDIT RATING OF SECURITIES:

The credit rating is a financial indicator to potential investors of debt securities such as bonds. During the year, under review, the Company has not issued any debt securities, so the credit rating of securities does not apply to said company.

5. INVESTOR EDUCATION AND PROTECTION FUND (IEPF):

There was no amount liable or due to be transferred to Investor Education and Protection Funds during the year under review.

6. MANAGEMENT

6.1 Directors And Key Managerial Personnel (KMP):

The present Composition of the Board of Directors of the Company comprises Three Directors:

Executive Director:

NIL

Non-Executive Director

1. Mr. Kishore Malviya, Director.
2. Mr. Aditya Nilawar, Director.
3. Mr. Prabal Pratap Singh Jadon, Director

Non-Executive Director Independent Director.

NIL

INDUCTIONS, RETIREMENT, RESIGNATIONS AND CESSATION:

(a) Names of the persons who have been appointed/ceased to be Directors and/or Key Managerial Personnel of the Company:

(i) during the year under review:

No person is appointed or ceases to be a director and/or Key Managerial Personnel of the Company, hence the clause is not applicable.

(ii) after the end of the year and upto the date of the Report:

No person is appointed or ceases to be a director and/or Key Managerial Personnel of the Company, hence the clause is not applicable.

(b) Modes of such appointment/cessation:

During the year under review or after the end of the year and upto the date of the report, since no person is appointed or ceases to be a director and/or Key Managerial Personnel of the Company, the mode of appointment/ cessation is not applicable.

(c) Names of the Directors retiring by rotation at the Ensuing Annual General Meeting and whether or not they offer themselves or not they offer themselves for re-appointment:

In accordance with the provisions of the Act and Articles of Association of the Company, Mr. Aditya Amit Nilawar (DIN:- 07671777), Director, is liable to retire by rotation at the ensuing Annual General Meeting of the Company and is eligible for re-appointment.

6.2 Independent Directors:

Pursuant to provision of section 149 (4) of the Companies Act 2013 in case of any of the class or classes of the public Company i.e the following class of Companies which pursuant to Rule 4 of the Companies (Appointment and Qualification of Directors) Rules, 2014, must have at least 2 directors as independent directors:

- Public companies with paid-up share capital of Rs.10 crore or more.
- Public companies with a turnover of Rs. 100 crore or more.
- Public companies with aggregate outstanding loans, debentures, and deposits, exceeding Rs.50 crore.

However, the Company is a subsidiary of a public Company, but not a Wholly-owned Subsidiary, the provisions of section 149 (4) read with sub-rule 1 of Rule 4 of the Companies (Appointment and Qualifications of Directors) Rules, 2014 Chapter XI are not

applicable to the Company, therefore during the year under review none of the Independent Director/s were appointed or re-appointed pursuant to the provisions of Section 149(4) of the Companies Act 2013.

6.3 Declaration from Independent Directors and Statement on Compliance of Code of Conduct;

During the financial year 2024-25 under review, the provisions of Section 149(4) of the Companies Act 2013 read with Rules made thereunder, towards the appointment of Independent Director and statement of declaration thereof are not applicable to the Company.

6.4. Board Meetings:

The Board of Directors met Seven times during the Financial Year 2024-25 i.e. on 13th April 2024, 23rd July, 2024, 10th August 2024, 24th September 2024, 29th October 2024, 3rd February 2025 and 1st March 2025.

The 13th Annual General Meeting for the F.Y. 2023-2024 was held on 30th September 2024.

Table 1: Details of the Meeting of the Board of Directors:

S.No	Name of the Director	No. of Board Meetings during F.Y. 2024-25	
		entitled to attend	attended
1	Mr. Kishore Malviya	07	07
2	Mr. Aditya Nilawar	07	07
3	Mr. Prabal Pratap Singh Jadon	07	02

The intervening gap between the Meetings was within the period prescribed under the Companies Act, 2013.

6.5. Committee:

During the year under review, the prescribed provisions u/s 135, 177, 178 of Companies Act, 2013 and Rule 6 of the Companies (Meetings of Board and its Powers) Rules, 2014 regarding constitution of Committees viz. Audit Committee, CSR Committee and Nomination and remuneration Committee or any other Committees is not applicable to the Company.

6.6. Recommendations of the Audit Committee:

The provisions of Section 177 of the Companies read with Rule 6 of the Companies (Meetings of Board and its Powers) Rules, 2014 is not applicable to the Company. Hence, the

Company is not required to constitute an Audit Committee. Hence a recommendation of the Audit Committee is also not applicable to the Company.

6.7. Company's Policy on Directors' appointment and remuneration:

During the Financial Year 2024-25 clause (e) of Sub-section (3) of Section 134 read with sub section (4) of Section 178, "Company's policy on Directors' appointment and remuneration including criteria for determining qualifications, positive attributes, independence of a director and other matters provided under sub-section (3) of section 178, is not applicable to the Company.

6.8. Board Evaluation:

Pursuant to rule 8 of the Companies (Accounts) Rules, 2014 of the Companies Act 2013, the Company is not required to include a statement indicating the manner in which formal annual evaluation has been made by the Board of its own performance and that of its committees and individual directors. Hence during the Financial Year 2024-25, the requirement under section 134 subsection (3) clause (p) of the Companies Act, 2013 for annual evaluation of the performance of the Board, its Committees and of individual Directors is not required.

6.9 Remuneration of Directors and Employee's of Listed Companies:

The Company being a subsidiary of an unlisted Public Company namely SMS Envocare Limited, provision pursuant to section 197(12) and Rule 5 of the Companies (Appointment And Remuneration) Rules, 2014 of the Companies Act, 2013 respect to disclosure in the Board's Report relating to the ration of the remuneration of each director to median employee's remuneration are not applicable.

6.10 Remuneration received by Managing/ Whole Time Director from Holding or Subsidiary Company:

The Company is not required to appoint a Managing Director/ Whole Time Director pursuant to the requirement of section 196 of the Companies Act 2013. Therefore, the disclosure under the provision of Section 197(14) of the Companies Act, 2013, read with Rules made thereunder, towards receipt of any commission or remuneration by a Managing Director/ Whole Time Directors from a holding or subsidiary company is not required.

6.11. Director's responsibility statement:

Pursuant to the requirement of Section 134 (3) (c) of the Companies Act, 2013, the Board of Directors to the best of their knowledge and ability, confirm that:

- a. in the preparation of the annual accounts for the financial year 2024-25, the applicable accounting standards have been followed and there are no material departures;
- b. the directors have selected such accounting policies and applied them consistently and made judgments and estimates that are reasonable and prudent so as to give a true and fair view of the state of affairs of the Company at the end of the financial year and of the profit and loss of the Company for that period;
- c. the directors have taken proper and sufficient care to the best of their knowledge and ability for the maintenance of adequate accounting records in accordance with the provisions of the Act. They confirm that there are adequate systems and controls for safeguarding the assets of the Company and for preventing and detecting fraud and other irregularities;
- d. the directors have prepared the annual accounts on a going concern basis;
- e. the Company being unlisted, sub-clause (e) section 134 (5) as referred in clause (c) of section 134 (3) of the Companies Act, 2013 pertaining to following of internal financial control and its adequacy and effective operation is not applicable.
- f. they have devised proper systems to ensure compliance with the provisions of all applicable laws and that such systems were adequate and operating effectively.

6.12. Internal Financial Control and its Adequacy:

The Company has in all material respects, adequate internal financial control with reference to financial statements commensurate with the nature of its business, size and complexity of its operations. Internal financial control systems comprising policies and procedures are designed to ensure the liability of financial reporting. These controls also ensure the accuracy and completeness of the accounting records and financial statements.

6.13. Details of Fraud Report by Auditor:

Pursuant to the provision of sub-section (12) of Section 143 with respect to reporting of fraud other than those which are reportable to the Central Government, No Fraud was reported by the auditor during the Financial Year 2024-25.

7. DETAILS OF SUBSIDIARY, JOINT VENTURE OR ASSOCIATE COMPANY:

During the year under review, no company became/ceased to be a subsidiary/ associate/ joint venture of the Company. Also, the Company did not become a part of any joint venture during the year.

Moreover, at the end of the year under review and also as on the date of this report, the Company does not have any subsidiary and/or associate company, and the Company is also not a part of any joint ventures.

8. DETAILS OF DEPOSIT:

During the financial year 2024-25 under review, the Company has neither invited nor accepted any public deposits within the meaning of Sections 73 and 74 of the Companies Act, 2013 read with Companies (Acceptance of Deposit) Rules, 2014. As such, no specific details prescribed in Rule 8(1) of the Companies (Accounts) Rules, 2014 (As amended) are required to be given or provided.

9. PARTICULARS OF LOANS, GUARANTEES OR INVESTMENTS:

Particulars of Loans, Guarantees, if any, are given in Note 12 to the Audited Financial Statements of the Company.

Since the Company is engaged in the business of providing infrastructural facilities as per Section 186 (11) read with Schedule VI of the Act. Accordingly, disclosures under Section 186 of the Act in respect of a loan made, guarantees given or security provided is not applicable to the Company.

However, the Company has not made any Investment nor provided any securities during the period under review.

10. PARTICULARS OF CONTRACTS OR ARRANGEMENTS MADE WITH RELATED PARTIES:

All Related Party Transactions entered during the financial year were in compliance with the requirement of the Companies Act, 2013 and the Rules framed thereunder and were in the ordinary course of the business of the Company and were on an arm's length basis. There were no materially significant related party transactions entered by the Company during the year with the Promoters, Directors, Key Managerial Personnel or other persons, which may have a potential conflict with the interest of the Company.

However, the disclosure of transactions with the related party for the year, as per Indian Accounting Standards – 24 is given in Note no 36 to the Balance Sheet as on 31st March 2025.

There are no material contracts or arrangements or transactions to be reported in Form AOC-2 in terms of Section 134 of the Act read with Companies (Accounts) Rules, 2014. Thus, disclosure in Form AOC-2 is not required.

11. CORPORATE SOCIAL RESPONSIBILITY:

The Company is not required to constitute Corporate Social Responsibility Committee as it does not fall within the purview of Section 135(1) of the Companies Act, 2013 and hence it is not required to formulate policy on Corporate Social Responsibility.

12. THE CONSERVATION OF ENERGY, TECHNOLOGY ABSORPTION AND FOREIGN EXCHANGE EARNINGS AND OUTGO:

(A) Conservation of energy:

The Company lays great emphasis on savings in the cost of energy consumption. Achieving a reduction in the per unit consumption of energy is an ongoing exercise in the Company. Effective measures have been taken to minimize the loss of energy as far as possible.

(B) Technology absorption:

The Company continues to use the latest technologies for improving the productivity and quality of its services. The Company's operations do not require significant import of technology. However the Company implemented barcode scanning & data uploading services related to bio-medical waste received from health care facilities (HCF).

(C) Foreign exchange earnings and Outgo:

There are no foreign exchange earnings and outgo during the financial year.

13. RISK MANAGEMENT POLICY:

Risk Management is the process of identification, assessment and prioritization of risks followed by coordinated efforts to minimize, monitor and mitigate/control the probability and/or impact of unfortunate events or to maximise the realization of opportunities. The Company has laid down a comprehensive Risk Assessment and Minimization Procedure, which is reviewed by the Board from time to time. The Directors themselves periodically assess risks in the internal and external environment as also elements of risk, if any, which may threaten the existence of the company.

However pursuant to the provision of section 134(3)(n) of the Companies Act, 2013, the Company does not have a Risk Management policy in place as the elements of risk threatening the Company's existence are very minimal.

14. DETAILS OF ESTABLISHMENT OF VIGIL MECHANISM:

The provisions under Section 177(9) & (10) of the Companies Act, 2013 and Rule 7 of The Companies (Meetings of Board and its Powers) Rules, 2014, towards the establishment of 'Vigil Mechanism' are not applicable to the Company.

15. MATERIAL ORDERS PASSED BY THE REGULATORS:

During the year under review, there were no significant and material orders passed by the Regulators, Courts or Tribunals, Statutory and quasi-judicial bodies, impacting the going concern status and the Company's and its future operations.

16. AUDITOR AND THEIR REPORTS:

Statutory Auditors:

M/s. V. K. Surana & Co., Chartered Accountants, (FRN. 110634W) Nagpur was appointed as Auditors of the Company, for a term of 5 (five) consecutive years, at the Annual General Meeting held on 29th September 2022. to hold office from the conclusion of the 11th Annual General Meeting till the conclusion of the 16th Annual General Meeting to be held for the financial year 2026-2027.

As per the existing appointment of M/s. V. K. Surana & Co., Chartered Accountants, (FRN-110634W), their remaining audit period covers 2 years of their appointment up to the conclusion of the 16th Annual General Meeting to be held in the financial year 2026-27.

Cost Auditor:

The Company does not come under the criteria of cost records as specified by the Central Government under Sub-Section (1) of Section 148 of the Companies Act, 2013, and accordingly, no such accounts and records are required to be made and maintained by the Company.

Secretarial Auditor:

During the year under review, pursuant to the provision of Section 204 of the Companies Act, 2013 and rules made thereunder if any, the Company was not required to appoint a Secretarial Auditor.

17. THE SECRETARIAL AUDIT REPORT:

During the year under review, as the Secretarial Audit is not applicable, the requirement pursuant to Section 134 (3) (f) (ii) for explanation or comments by the Board on the Secretarial Audit Report does not apply to the Company.

18. EXPLANATIONS IN RESPONSE TO AUDITORS' QUALIFICATIONS:

a) The Auditors' Report:

The observations of V. K. Surana & Co, Statutory Auditors, when read together with the relevant notes to the accounts and accounting policies are self-explanatory and there are no qualifications, reservations, adverse remarks or disclaimers made by Statutory Auditors, in their Report dated 7th August 2025.

19. COMPLIANCE WITH SECRETARIAL STANDARDS:

The Board of Directors confirms that during the year under review, the Company has complied with the applicable Secretarial Standards issued by the Institute of Company Secretaries of India with respect to meetings of the Board of Directors (SS-1), on General Meetings (SS-2).

20. CORPORATE INSOLVENCY RESOLUTION PROCESS INITIATED UNDER THE INSOLVENCY AND BANKRUPTCY CODE, 2016 (IBC):

No Corporate Insolvency Resolution Process was initiated by the Company during the financial year 2024-25, hence, the Corporate Insolvency Resolution Process initiated under the Insolvency and Bankruptcy Code, 2016 (IBC) is not applicable to the Company.

21. FAILURE TO IMPLEMENT ANY CORPORATE ACTION:

The Company has not failed to complete or implement any corporate action between the end of the Financial Year to which this Financial Statement relates i.e. 2024-25 and the date of this Report.

22. ANNUAL RETURN:

Pursuant to notification no G.S.R. 159(E) dated 05/03/2021 and as per the provisions of Section 92 of the Companies Act, 2013, and rule 12 of the Companies (Management and Administration) Rules, 2014, a copy of the annual return shall be filed in E-Form MGT-7 with the Registrar with such fees as specified in the act.

23. WEB LINK OF ANNUAL RETURN:

Pursuant to Section 92 (3) of the Companies Act, 2013 a copy of the Annual Return for the financial year ended March 31, 2025, has been placed on the website of the Company at: www.smslucknowbmw.co.in.

24. DISCLOSURE AS PER SEXUAL HARASSMENT OF WOMEN AT WORKPLACE (PREVENTION, PROHIBITION AND REDRESSAL) ACT, 2013:

The Company has in place a policy on prevention, prohibition and redressal of sexual harassment at the workplace in line with the provisions of the Sexual Harassment of Women at Workplace (Prevention, Prohibition and Redressal) Act, 2013 and the rules framed there under.

The following is a summary of sexual harassment complaints received and disposed of during the financial year 2024-25:

Details of Sexual Harassment cases are following:

Sr. no.	Particulars	Details
1.	Number of Sexual Harassment Complaints received	NIL
2.	Number of Sexual Harassment Complaints disposed off	NIL
3.	Number of Sexual Harassment Complaints pending beyond 90 days.	NIL

25. THE DETAILS OF APPLICATION MADE OR ANY PROCEEDING PENDING UNDER THE INSOLVENCY AND BANKRUPTCY CODE, 2016 (31 OF 2016) DURING THE YEAR ALONGWITH THEIR STATUS AS AT THE END OF THE FINANCIAL YEAR

No application has been made under the Insolvency and Bankruptcy Code; hence the requirement to disclose the details of application made or any proceeding pending under the Insolvency and Bankruptcy Code, 2016 (31 of 2016) during the year alongwith their status as at the end of the financial year is not applicable;

26. THE DETAILS OF THE DIFFERENCE BETWEEN AMOUNT OF THE VALUATION DONE AT THE TIME OF ONE-TIME SETTLEMENT AND THE VALUATION DONE WHILE TAKING LOAN FROM THE BANKS OR FINANCIAL INSTITUTIONS ALONG WITH THE REASONS THEREOF.

The Company has not entered into a one-time settlement with the banks or financial institutions for any of the loans availed by the Company. Hence the requirement to disclose the details of the difference between the amount of the valuation done at the time of one-time settlement and the valuation done while taking a loan from the Banks or Financial Institutions along with the reasons thereof, is not required.

27. A STATEMENT BY THE COMPANY WITH RESPECT TO THE COMPLIANCE OF THE PROVISIONS RELATING TO THE MATERNITY BENEFIT ACT 1961.

The Maternity Benefit Act is applicable to the factories, mines, plantations, shops, and establishments employing 10 or more person.

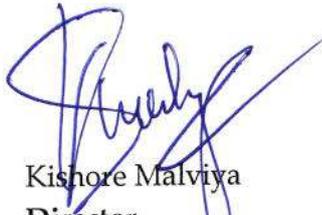
During the year under review. The provisions of the Maternity Benefit Act, 1961 apply to establishments employing women workers. However, since the company presently has no women employees on its rolls, the question of extending maternity benefits does not arise at this stage.

Nevertheless, the company remains fully compliant with the provisions of the Act and shall extend maternity benefits as and when any woman employee is engaged in the future, in accordance with statutory requirements.

28. ACKNOWLEDGEMENTS:

Directors of the Company wish to thank the Central and State Governments for their continued support and cooperation extended towards the business. The Management also thanks the shareholders, Business Associates, Financial Institutions & Banks, Customers and Suppliers for the faith reposed in the Company. The Board expresses its sincere appreciation to the dedicated and committed team of employees and workmen of your Company.

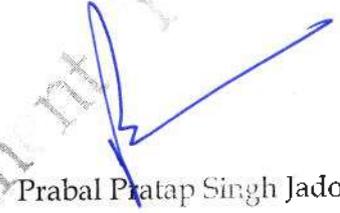
For and on behalf of the Board
SMS Water Grace Mediawaste Management Private Limited



Kishore Malviya
Director

[DIN: 03272644]

Add: A-403, Jayanti Mansion VI,
Manish Nagar, Nagpur -444001



Prabal Pratap Singh Jadon
Director

[DIN: 06913074]

Add: 32, Pant Nagar,
Gwalior, 474011, Madhya
Pradesh,

Date: 7th August, 2025

Place: Nagpur